Q. Re: Account T09: Please provide a detailed explanation of the retirement at age 1 2 9.5 years for Account T09 – Turbines as set forth on page IV-233 of Exhibit 1, 3 including but not limited to a detailed description of what retired along with 4 corresponding dollars, the events that resulted in the need for retirement at that 5 age, documents supporting the transaction, etc. Further, fully justify why such 6 event should be considered representative of future expectations for the 7 remaining plant.

8 9

10

11

12

13

14

15

16

17

18

A.

Refer to CA-NLH-144 Attachment 1 for a detailed listing of the specific items that were retired at age 9.5 years. As noted in the attachment, the bulk of retirement dollars was caused by the decommissioning of the Roddickton Wood Chip Plant. The Roddickton Wood Chip Plant was shut down subsequent to the interconnection of the Great Northern Peninsula to the Island Interconnected System. This type of retirement is not unusual for isolated generation in remote regions and is a force of retirement that is, and should be, considered a normal business activity. The

remaining retirements occurred in the normal course of business and therefore

should also be included in the retirement rate analysis.

Retirements at Age 9.5 Years for Account T09 - Turbines

New	Old			Install	Original Cost			
Account	Account	Trans Type	Trns Year	Year	Amount	Age	Asset Description	Description
T09	76900	Retirement	1999	1989	(3,700,438)	9.5	Turbine/Generator	Decommissioning of Roddickton Wood Chip Plant
T09	76900	Retirement	2005	1995	(13,813)	9.5	Turbine Powerhouse Station Ring	
T09	76900	Retirement	2005	1995	(16,705)	9.5	Radial Aeration on Unit 5	
T09	76900	Retirement	2005	1995	(17,390)	9.5	Provide Draft Tube Aeration Unit 3	
T09	76900	Retirement	2005	1995	(17,570)	9.5	Equipment to Provide Aeration Unit 6	
T09	76900	Retirement	2005	1995	(18,395)	9.5	Equipment to Provide Aeration Unit 4	
T09	76900	Retirement	2005	1995	(21,533)	9.5	Proper Aeration of Draft Tube Unit 1	
T09	76900	Retirement	2005	1995	(41,567)	9.5	Instability Test Phase 3 Unit 2	
T09	76900	Retirement	2005	1995	(88,609)	9.5	Replace Upper and Lower Stationary Rings Unit 4	
T09	76900	Retirement	2005	1995	(103,281)	9.5	Stationary Seals for Unit 3 Turbine	
T09	76900	Retirement	2005	1995	(144,622)	9.5	Repairs to Turbine on Unit 2	
T09	76900	Retirement	2005	1995	(154,741)	9.5	Stainless Wearing Rings in Headcover Unit 6	
T09	76900	Retirement	2005	1995	(159,960)	9.5	Stainless Steel Wearing Ring Unit 5	
T09	76900	Retirement	2005	1995	(179,876)	9.5	Replace and Install Head Cover Unit 1	