

1 Q. If unrecovered net investments exist at the time of retirement, should ratepayers  
2 continue to pay for plant for which they are not receiving service? Please explain  
3 your answer.  
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6 A. It is intended that there would be no unrecovered net investments related to the  
7 Holyrood assets which are not being used for synchronous condenser purposes  
8 since these assets will be depreciated by 2020. Furthermore, in preparing its cost of  
9 service for rate setting purposes, Hydro excludes any assets which are not used and  
10 useful in the provision of electricity to customers.