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| 1  | Q. | The Executive Summary on page 1 of the Report entitled "Supply and Install 100          |
|----|----|---|
| 2  |    | MW (Nominal) of Combustion Turbine Generation", April 10, 2014, states that the         |
| 3  |    | proposed addition of the combustion turbine will replace the leased black start         |
| 4  |    | diesel facility at the Holyrood Station.  |
| 5  |    | Please confirm if it Hydro's intent to recover the money already spent and/or           |
| 6  |    | committed on the black start capability from rate payers                                |
| 7  |    |   |
| 8  |    |   |
| 9  | A. | The blackstart facilities were identified as the least cost option to quickly establish |
| 10 |    | blackstart capability at the Holyrood Thermal Generating Station (HTGS). Hydro's        |
| 11 |    | application recommended the lease option as the least cost solution as it expected      |
| 12 |    | that the facilities would only be in use until the planned new combustion turbine       |
| 13 |    | required to meet the identified generating capacity deficit in 2015 was in place at     |
| 14 |    | Holyrood.   |
| 15 |    |   |
| 16 |    | Hydro intends to propose recovery from rate payers of the costs incurred by Hydro       |
| 17 |    | on the diesel facilities to provide blackstart capability at the HTGS. The cost         |
| 18 |    | recovery proposal will be provided in the Amended General Rate Application to be        |
| 19 |    | filed with the Board in the fall of 2014.   |
|    |    |   |