Q. 1 Project C-33, Upgrade Gas Turbine Plant Life Extension – Stephenville 2 On page 6 of the report filed at Volume II, Tab 14, Hydro states that the items to be 3 completed in 2014, and referenced to Source 1, are justified by the Stantec report 4 and then provides justification for the other items on pages 9-10. Has Hydro 5 considered simply completing the Source 1 items at this time? 6 7 8 A. Yes, Hydro has considered simply completing the Source 1 items at this time but has 9 determined it is not reasonable. 10 11 Because of the volume of work to be completed under the plant life extension 12 program, and the limitations for scheduling plant outages which are necessary to 13 complete much of the work, the work has to be carried out over three years (2014, 14 2015 and 2016). The scope of work in each year is limited by the constraint of the plant outage period (from May to September) as most of the work items will 15 16 require equipment shutdown. Therefore, Hydro scheduled each work item to be 17 completed in a specific year based on its priority. The work items (referenced to 18 either Source 1 or Source 2) that have the major contribution to the plant reliability 19 have been given priority for completion in 2014. 20 21 Another factor that played a role in selecting the work items to be completed in 22 each year is similarity of work to take advantage of efficiencies in completing it 23 during a common time period. For example, the electrical and instrumentation 24 work items have been scheduled in 2015. The steel structure work items have been 25 scheduled in 2016. This approach will facilitate the management, tendering and

execution of that work in a more efficient and cost effective manner.

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