

1 Q. In section 4.2, page 6 of the ESRA Report, please confirm if the referenced N-1
2 generation contingency for loss of Holyrood Units 1 or 2 considers de-rated capacity
3 of the Holyrood units as assumed by Hydro in Table 4 [page 18] of the ESRA Report.

4

5

6 A. The 240 MW reserve margin does not consider the de-rated capacity of the
7 Holyrood units. The reserve margin threshold of 240 MW considers the most
8 onerous single contingency to be the loss of 170 MW. This is a more conservative
9 approach, as the inclusion of the units at their derated capacity would result in a
10 10-20 MW reduction in required reserve margin, depending on if normal or
11 emergency ratings for the Holyrood units were applied.