

1 Q. Reference: Hydro's 2018 Capital Budget Application, responses to Requests for
2 Information NP-NLH-004 and NP-NLH-005.

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4 In the response to Request for Information NP-NLH-005, the evidence was that
5 there were 36.4 equivalent starts in 2015 and 70.2 equivalent starts in 2016
6 associated with using the Holyrood GT for spinning reserve. Also, in the response to
7 Request for Information NP-NLH-004, the capital cost associated with each
8 equivalent start was indicated to be \$33,000. Please confirm that the capital cost
9 associated with using the Holyrood GT in support of spinning reserve was
10 approximately \$1.2 million in 2015 and \$2.3 million in 2016.

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13 A. Based on Hydro's current estimated capital cost of \$33,000 per equivalent start,
14 Hydro confirms that the cost associated with using the Holyrood Gas Turbine in
15 support of spinning reserves was approximately \$1.2 million in 2015 and \$2.3
16 million in 2016. Spinning reserves in this context may be for the Island system or
17 the Avalon system. Further, the estimated capital cost is an expected and estimated
18 cost that does not occur at the time of each start. The approximate totals noted are
19 the prorated cost per start based on expected future capital costs.