

NEWFOUNDLAND AND LABRADOR

BOARD OF COMMISSIONERS OF PUBLIC UTILITIES

120 Torbay Road, P.O. Box 21040, St. John's, Newfoundland and Labrador, Canada, A1A 5B2

2017-05-04

Ms. Tracey Pennell Senior Counsel Newfoundland and Labrador Hydro P.O. Box 12400 St. John's, NL A1B 4K7

Dear Ms. Pennell:

Re: Newfoundland and Labrador Hydro - 2017 Capital Budget Supplemental Application - Reliability Improvements at the Holyrood Thermal Generating Station - RFIs PUB-NLH-001 to PUB-NLH-007

Enclosed are Requests for Information PUB-NLH-001 to PUB-NLH-007 regarding the above-noted application.

If you have any questions, please do not hesitate to contact the Board's Legal Counsel, Ms. Jacqui Glynn, by email, jglynn@pub.nl.ca or telephone (709) 726-6781.

Yours truly,

Cheryl Blundon **Board Secretary**

CB/ci

Enclosure

Newfoundland & Labrador Hydro

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1	IN THE WATER OF
2	the Electrical Power Control Act, 1994,
3	SNL 1994, Chapter E-5.1 (the " <i>EPCA</i> ")
4	and the Public Utilities Act, RSNL 1990,
5	Chapter P-47 (the "Act"), as amended, and
6	regulations thereunder; and
7	
8	IN THE MATTER OF
9	an application by Newfoundland and Labrador
0	Hydro for approval to undertake Reliability
1	Improvements at the Holyrood Thermal
2	Generating Station.

PUBLIC UTILITIES BOARD REQUESTS FOR INFORMATION

PUB-NLH-001 to PUB-NLH-007

Issued: May 4, 2017

1 PUB-NLH-001 Please provide a detailed cost breakdown of items 1-3 listed on page i. 2 3 PUB-NLH-002 Page 1, lines 16-20: "It is anticipated that completion of this work will 4 increase the current de-rated capacity of Units 1 and 2 by 10 MW per 5 unit. In addition, the boiler air heaters serving Unit 3 will also be 6 refurbished to improve reliability. Boiler fouling, another contributor to 7 unit de-rating, is already scheduled to be addressed this summer as part of 8 the 2017 boiler maintenance work." 9 10 What impact does Hydro anticipate the boiler fouling will have on (a) 11 the de-rating of Units 1 and 2? 12 13 Please confirm the expected de-ratings of Units 1 and 2 for the 14 winter of 2017/18 if Hydro completes the boiler fouling but does not 15 complete the proposed supplemental capital project. 16 17 PUB-NLH-003 Page 8, lines 2-4: "Based on the condition assessment completed by 18 Howden and B&W, refurbishment of boiler air heaters and replacement of 19 expansion joints must be completed to ensure reliability and availability of 20 the capacity of Units 1, 2 and 3," 21 22 The condition assessments of Howden and B&W were completed in 2016. 23 Prior to 2016, when was the last condition assessment performed on the 24 air heaters and expansion joints? 25 26 PUB-NLH-004 Page 13, lines 4-9: Please confirm that the use of the contingency for this 27 project will be limited to additional components within the scope of items 28 1-3 listed on page i and not for unrelated equipment or projects within 29 the Holyrood Terminal Station. Please provide examples of the type of 30 replacements the contingency would cover and detail the circumstances in 31 which a separate supplemental capital budget application would be filed. 32 33 PUB-NLH-005 Page 21, lines 10-12: Please provide the most recent P90 Peak Demand 34 Forecast for the winter of 2017/18 and a comparison of available capacity. 35 including and excluding the capacity improvements expected from the 36 proposed project. 37 38 PUB-NLH-006 Please provide details of any cost benefit analysis conducted by Hydro as 39 justification for this project. In the response, please discuss the cost 40 effectiveness of the proposed project in relation to the winter 2017/18 41 demand forecast and available capacity. 42 43 PUB-NLH-007 Appendix A, pages 2-7: The Howden report stated that a number of 44 incorrect welds in the rotor structure and incorrect seals in the sealing 45 system were identified during the Unit 1 air heater inspection. 46 47 Please confirm if these items contributed to the unit derating. (a)

(b) Please confirm if the cost to correct these items is included in this project, and if so, identify the amount.

DATED at St. John's, Newfoundland this 4th day of May 2017.

BOARD OF COMMISSIONERS OF PUBLIC UTILITIES

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Board Secretary