Q. **Reference: CA-NLH-030.**

The marginal cost of energy in the winter peak and off-peak periods in the years 2025 through 2027 exceed $90/MWh and $74.9/MWh, respectively. What is this based on and how does it compare to the production cost of Holyrood?

A. The marginal cost of energy during winter peak and off-peak periods from 2025 to 2027 is determined by the export opportunity cost. These winter marginal costs are based on the forecasted December 2024 price for energy sales to New England via the Maritime Link, specifically for January, February, March, and December. For comparison, Holyrood Thermal Generating Station’s production cost during the same winter months is projected to range between $129/MWh and $141/MWh.