

## 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

2016-04-21

Mr. Geoff Young Newfoundland and Labrador Hydro P.O. Box 12400 Hydro Place, Columbus Drive St. John's, NL A1B 4K7

Dear Mr. Young:

Re: Newfoundland and Labrador Hydro - Approval of the Replacement of the Lower Reheater Boiler Tubes on Units 1 and 2 at Holyrood Thermal Generating Station - Requests for Information

Enclosed are Information Requests PUB-NLH-001 to PUB-NLH-008 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

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Enclosure

ecc. Newfoundland & Labrador Hydro

NLH Regulatory, E-mail: NLHRegulatory@nlh.nl.ca

Newfoundland Power Inc.

Mr. Gerard Hayes, E-mail: ghayes@newfoundlandpower.com

Consumer Advocate

Mr. Thomas Johnson, Q.C., E-mail: tjohnson@odeaearle.ca

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Industrial Customer Group

Mr. Paul Coxworthy, E-mail: pcoxworthy@stewartmckelvey.com

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Vale Newfoundland and Labrador Limited

Mr. Thomas O'Reilly, Q.C., E-mail: toreilly@coxandpalmer.com

Mr. Denis Fleming, E-mail: dfleming@coxandpalmer.com

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Praxair Canada Inc.

Ms. Sheryl Nisenbaum, E-mail: sheryl\_nisenbaum@praxair.com

Mr. David Meade, E-mail: dave\_meade@praxair.com

1	IN THE MATTER 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
10	Hydro for approval to replace the lower reheater
11	boiler tubes on Units 1 and 2, and additional reliability
12	improvements at the Holyrood Thermal Generating
13	Station, pursuant to Subsection 41(3) of the Act.

## PUBLIC UTILITIES BOARD REQUESTS FOR INFORMATION

PUB-NLH-001 to PUB-NLH-008

Issued: April 21, 2016

PUB-NLH-001 1 Page 7, lines 5-7: Please provide the expected maximum loading of Units 2 1 and 2 when placed back in service following replacement of the lower 3 reheater tubes. 4 5 PUB-NLH-002 Page 12, lines 13-18: Hydro states that the oil ash corrosion as 6 experienced on Unit 1 and 2 lower reheaters occurs when low melting 7 constituents in the heavy oil deposits on the tubes combined with 8 temperatures where the tube surfaces exceed 1100°F. 9 10 Please explain how reheat tube surface temperatures in excess of 1100°F 11 (593.3°C) is consisted with the design temperature of 538°C indicated on 12 page 13, line 4, 13 14 PUB-NLH-003 Page 13, line 16: Please confirm when the suction heat exchanger on Fuel 15 Oil Storage Tank No. 3 failed? 16 17 PUB-NLH-004 Page 14, lines 1-2: Please confirm when the Unit 2 reheater pressure 18 safety valve stopped working as required. 19 20 PUB-NLH-005 Please provide the specific cost estimate included in the \$11.8 million total 21 project budget for each of the following: 22 - Replacement of lower reheater boiler tubes; 23 - Replacement of items 1 through 10 on pages 13-14 (cost of each 24 specific item); and - Completion of Level 2 condition assessments. 25 26 27 PUB-NLH-006 Please provide details of Hydro's contingency policy including details of 28 the \$1.8M contingency calculation for this project. 29 30 PUB-NLH-007 Please confirm that the use of the contingency of \$1.8M for this project 31 will be limited to projects of similar scope as those listed 1-9 on pages 32 13-14 and not for unrelated projects. Please provide examples of the type 33 of replacements the contingency would cover and detail the circumstances in which a separate supplemental capital budget application would be 34 35 filed. 36 37 PUB-NLH-008 On page 3 of the Holyrood Outlook included in the 2016 Capital Budget 38 Application, Hydro states: "The Muskrat Falls development and the 39 Labrador Island Link (LIL) are expected to be in service in late 2017. Holyrood will be required for prime power production throughout the 40 41 interim period (i.e. to the in-service date of the LIL) and it is intended that 42 the facility remain fully available for generation in stand-by mode until 43 the 2020-2021 timeframe." 44 45 Please provide any updates regarding the expected timeframe for which Holyrood will be required for prime power production and stand-by 46 47 production.

DATED at St. John's, Newfoundland this 21st day of April 2016.

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Per

Cheryl Blundon Board Secretary