

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

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2022-12-13

Ms. Shirley Walsh Senior Legal Counsel, Regulatory Newfoundland and Labrador Hydro P.O. Box 12400 Hydro Place, Columbus Drive St. John's, NL A1B 4K7

Dear Ms. Walsh:

## Re: Newfoundland and Labrador Hydro - Reliability and Resource Adequacy Study Review - To NLH - Requests for Information

Enclosed are Requests for Information (RFIs) PUB-NLH-227 to PUB-NLH-310 regarding the abovenoted matter which are being filed earlier than the scheduled date of January 13, 2023. Although responses are not required to be filed until February 10, 2023, we request that they be filed as soon as possible.

Following meetings Hydro had individually with the parties in November, it was decided to proceed directly to filing RFIs. Therefore the technical conference previously tentatively scheduled for the week of January 23, 2023 will not proceed. The process and schedule for this Reliability and Resource Adequacy Review will be set after the filing of the RFI responses.

If you have questions please contact the undersigned.

Sincerely,

Cheryl Blundon Board Secretary

CB/cj Enclosure

### ecc **Newfoundland and Labrador Hydro**

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

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### **Industrial Customer Group**

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### 1 IN THE MATTER OF

- 2 the Electrical Power Control Act, 1994,
- 3 SNL 1994, Chapter E-5.1 (the "EPCA")
- 4 and the **Public Utilities Act**, RSNL 1990,
- 5 Chapter P-47 (the "**Act**"), as amended, and
- 6 regulations thereunder; and
- 7
- 8
- 9 IN THE MATTER OF Newfoundland and
- 10 Labrador Hydro's Reliability and Supply
- 11 Adequacy Study.

### PUBLIC UTILITIES BOARD REQUESTS FOR INFORMATION

PUB-NLH-227 to PUB-NLH-310

Issued: December 13, 2022

- PUB-NLH-227The brochure, "Planning for Today, Tomorrow, and the Future" filed with the<br/>Reliability and Resource Adequacy Study 2022 Update, states on page 4: "The<br/>current base forecast is expected to grow by 120 MW in the next decade."4Explain the reasons for this increase, including how much is attributed to<br/>electric vehicles and each other category of load growth.
- PUB-NLH-228 Reliability and Resource Adequacy Study 2022 Update, Volume I, page 5, lines
   6-23 and page 6, lines 1-2. Describe in detail the process and schedule Hydro
   proposes to use for near-term, medium-term and long-term reliability and
   system planning for the Newfoundland and Labrador electrical system given
   the described uncertainties and challenges.

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- 13PUB-NLH-229Reliability and Resource Adequacy Study 2022 Update, Volume I, page 5-6.14Hydro has listed a number of uncertainties that may influence system planning15for the electrical system in the province and states that the 2022 Update does16not include an expansion plan that contemplates all these uncertainties. Given17that system planning always must include consideration of uncertain and18unknown factors, explain why Hydro believes it can not propose a long-term19plan at this time that does include appropriate consideration of such factors.
- PUB-NLH-230
   Reliability and Resource Adequacy Study 2022 Update, Volume I, page 5, lines
   10-12. Hydro states that there is "a high level of uncertainty regarding the
   potential load growth on the Labrador Interconnected System...and on the
   Island Interconnected System." Describe specifically how, beyond monitoring,
   Hydro plans to address this uncertainty, both in Labrador, due to significant
   customer requests, and on the Island, from electrification and electric vehicles.
- PUB-NLH-231 Reliability and Resource Adequacy Study 2022 Update, Volume I, page 5, lines
   17-19. Hydro mentions the Clean Electricity Standard. Describe specifically
   how, beyond monitoring, Hydro plans to address this initiative.
- PUB-NLH-232
   Reliability and Resource Adequacy Study 2022 Update, Volume I, page 5.
   Footnote 22 states: "Hydro is undertaking a third-party study with the goal of determining the amount of wind that can be integrated into Hydro's system, including preliminary interconnection information for future potential selfsupply customers." Provide the name of the consultant undertaking this study, the scope and schedule for this study, and explain how Hydro plans to use the results of this study.
- 40PUB-NLH-233Reliability and Resource Adequacy Study 2022 Update, Volume I, page 5,41footnote 22 and page 22, lines 16-22. Describe specifically how, in addition to42the third-party study mentioned in footnote 22, Hydro plans to address the43network and resource adequacy implications of wind integration. Include in44the response the schedule to address this issue.

1 PUB-NLH-234 Reliability and Resource Adequacy Study 2022 Update, Volume I, page 6, lines 2 3-5. Hydro states that it recommends a decision-based phased approach. 3 Provide (a) a conceptual description of this approach, (b) an outline of key steps 4 in this process, and details regarding the steps that are complete and the steps 5 that remain outstanding, and (c) the results of the decision making process 6 steps to date. 7 8 Reliability and Resource Adequacy Study 2022 Update, Volume I, page 6, lines PUB-NLH-235 9 8-16. Explain how the reliability and duration of outages data required for the 10 statistical analysis was determined for outages of the LIL for both the overhead 11 line and the converters. Provide the actual parameters that were used and 12 justify these values. 13 14 PUB-NLH-236 Reliability and Resource Adequacy Study 2022 Update, Volume I, page 8, lines 15 1-3 and footnote 28. Hydro states that: "The mitigated rate that formed the basis of the rate included in the load forecast is the target mitigated rate that 16 17 was announced publicly by the Government of Newfoundland and Labrador." 18 Provide the numerical value(s) of the rate used each year in the forecast. 19 20 PUB-NLH-237 Reliability and Resource Adequacy Study 2022 Update, Volume I, page 8, lines 21 1-3. State whether Hydro believes that achieving the established rate 22 mitigation targets should be taken as a given and if not, how and when varying 23 levels of success in reaching them should be considered in exploring supply 24 resource additions or avoidance. 25 26 PUB-NLH-238 Reliability and Resource Adequacy Study 2022 Update, Volume I, page 8, lines 27 1-3. Describe Hydro's views (and studies or analyses if available) of the impacts 28 a range of rate mitigation levels will have on the load forecast and the need 29 for additional supply resources. 30 31 PUB-NLH-239 Reliability and Resource Adequacy Study 2022 Update, Volume I, page 8, lines 32 4-7. Hydro states: "All inputs in the resource planning process flowchart were 33 completed for the 2022 Update except for Step 'h'." Has Hydro ever performed 34 a study in which all inputs in the flowchart were completed including Step 'h'? 35 If so, describe the context of the study, any ways in which the implemented 36 process differed from that depicted in the flowchart, and how the results of 37 the study were used. Provide the report from this study if one was completed. 38 39 PUB-NLH-240 Reliability and Resource Adequacy Study 2022 Update, Volume I, page 8, lines 40 12-14. Hydro states that: "an estimated rate impact placeholder for generation 41 expansion builds was utilized to assess the impact on the Island Interconnected 42 System. This estimated rate impact placeholder was included as an addition to 43 the mitigated rate." Provide the numerical value(s) of this rate impact 44 placeholder and the total rate used as input to the rates model including both

the mitigated rate and the rate impact placeholder. Also, provide a description
 of and the results from any analysis showing the sensitivity of the load forecast
 to this rate impact placeholder.

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- 5 **PUB-NLH-241** Reliability and Resource Adequacy Study 2022 Update, Volume I, page 8, lines 6 14-17. Describe how Hydro anticipates or recommends incorporating 7 stakeholder input on the rate consequences of all available alternative supply 8 resources (or avoidance of them) prior to committing to substantial 9 expenditures on a preferred alternative and to delaying or cessing of 10 consideration of other alternatives.
- 12 PUB-NLH-242 Reliability and Resource Adequacy Study 2022 Update, Volume I, page 9, lines 13 14-15. Hydro states: "As discussed in the 2018 Filing, the existing criteria will 14 continue to be applied until full integration and reliable operation of the 15 Muskrat Falls Project Assets." Has Hydro ever had an external review of the applicability or inapplicability of the LOLE≤0.1 criterion to the existing system 16 17 prior to integration of the LIL and Muskrat Falls? If so, provide this review. 18 Given the length of time the system has operated under the existing criteria 19 and how long it will continue to do so, is Hydro of the opinion that it is at least 20 informative to address gaps between the two. If not, why not?
- 22PUB-NLH-243Reliability and Resource Adequacy Study 2022 Update, Volume I, page 10, line2319. Hydro refers to the "minimum regulating reserve." Provide the relationship24between this minimum regulating reserve and the operational reserve25requirement described in section 3.2.2 and explain the impact of the minimum26regulating reserve on the Reliability Model.
- PUB-NLH-244 Reliability and Resource Adequacy Study 2022 Update, Volume I, page 11.
   Provide a description of the time frames and risks on resumption of transmission following trips caused by converters versus resumption following line failures.
- PUB-NLH-245
   Reliability and Resource Adequacy Study 2022 Update, Volume I, page 11, lines
   8-11. Explain why Hydro considers the first and second contingency losses to
   be as stated, since there is a (albeit infrequent but could happen) likelihood of
   the loss of all power carried on the LIL as a single event.
- PUB-NLH-246
  Reliability and Resource Adequacy Study 2022 Update, Volume I, page 15, lines
  5-6. Hydro states: "A transmission constraint was revised for the Island
  Interconnected System and updated in the Reliability Model. From that
  analysis, it was determined that if the LIL experienced a bipole (i.e., total)
  outage, the eastward power flows from the Bay d'Espoir Hydroelectric
  Generating Facility would be limited to a maximum of approximately 750 MW.
  In the 2018 Filing, the eastward power flows from the Bay d'Espoir

1Hydroelectric Generating Facility were limited to a maximum of approximately2650 MW." Explain how the emergency limit of 750 MW was determined and3provide documentation of the 750 MW emergency limit east of Bay d'Espoir.4Also discuss any limit on the time duration over which it is reasonable to apply5the 750 MW emergency limit east of Bay d'Espoir and any relevant conditions6or restrictions.

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- 8 Reliability and Resource Adequacy Study 2022 Update, Volume I, page 16, lines PUB-NLH-247 9 4-7. Hydro states that: "Until the LIL is fully commissioned with multiple years 10 of operational experience to better inform the selection of a bipole forced outage rate, the LIL capacity and bipole forced outage rate will be addressed 11 with a range of upper and lower limits," and the LIL Capacity and Bipole Forced 12 13 Outage Rates scenarios are set out in Table 1, page 17. Identify how many 14 years of experience Hydro anticipates will be required to inform the selection 15 of the bipole outage rate and when Hydro anticipates that the LOLE<0.1 16 criterion will become relevant.
- 18PUB-NLH-248Reliability and Resource Adequacy Study 2022 Update, Volume I, page 17, lines195-12. Explain how Hydro determined that restoration of the LIL could take up20to seven weeks and provide documentation of the analysis or study that was21completed to support this conclusion. In light of this conclusion explain why22Hydro has chosen a period of six weeks for restoration as the basis for analysis23of the implications of an extended LIL outage.
- PUB-NLH-249 Reliability and Resource Adequacy Study 2022 Update, Volume I, page 25,
   Table 2. Explain why the reliability is expected to start as high un-reliability and
   will then reduce to a higher reliability over the years and whether Hydro is
   aware of LIL defects that are still to be resolved.
- 30 PUB-NLH-250 Reliability and Resource Adequacy Study 2022 Update, Volume I, page 26. In 31 Table 3, page 26, Holyrood TGS and Hardwoods and Stephenville GTs all retire 32 on April 1, 2024. In Table 4, page 27, Hardwoods and Stephenville GTs retire 33 on April 1, 2024, but HTGS continues operating until 2030. In Table 5, page 28, 34 only Stephenville GT retires on April 1, 2024. The descriptions of the three 35 cases do not indicate any other difference in assumptions between Tables 3, 36 4, and 5. Therefore, it seems that the assumptions underlying Tables 3, 4, and 37 5 are identical for 2023. However, there is a significant difference in the LOLH 38 results for 2023 as shown in the following comparison. Explain the differences.

Coonorio	2023					
scenario	Table 3	Table 4	Table 5			
1	1.9	0.2	0.1			
2	9.7	0.8	0.7			
3	9.6	0.8	0.7			
4	9.6	0.8	0.7			
5	9.8	0.8	0.7			
6	19.1	1.5	1.4			
7	21.7	1.7	1.4			

PUB-NLH-251 Reliability and Resource Adequacy Study 2022 Update, Volume I, pages 26-28.
 Provide the LOLE results corresponding to the LOLH results presented in Tables
 3, 4, and 5.

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- 5 PUB-NLH-252 Reliability and Resource Adequacy Study 2022 Update, Volume I, page 29. 6 Table 6 shows the resultant planning reserve margin of 36%. (a) Provide the 7 derivation of the planning reserve margin of 36%, in a form similar to Island 8 LOLE Calculator October 10, 2018 R2.xlsm, provided by Hydro in March 2019; 9 (b) Explain why the planning reserve margin has jumped so much compared to 10 previous values (14% in the 2018 RRAS and 16% in the 2019 Update); and (c) 11 Provide an analysis that shows the value of LOLH equivalent to LOLE=0.1 for 12 the assumptions underlying the 36% planning reserve margin, in a form similar to LOLE Calculator - Benchmarking Study #1.xlsm, provided by Hydro in March 13 14 2019.
- PUB-NLH-253 Reliability and Resource Adequacy Study 2022 Update, Volume I, page 30, line
   3. Explain the reasons for the forced outage rate of 5 percent.
- 19**PUB-NLH-254**Reliability and Resource Adequacy Study 2022 Update, Volume I, page 33.20Explain:
  - (a) If a long-term outage (for example, two days or more) of the LIL would be very likely to be a very rare event (say 50 years return time), and Hydro would be prepared to take this risk, how much less stand-by generation would be required; and
    - (b) What would be the economic impact on the consumers in Newfoundland and Labrador for a 10-day outage.
- 28**PUB-NLH-255**Reliability and Resource Adequacy Study 2022 Update, Volume I, Attachment291.
- 30(a)Describe whether Daymark should be interpreted as agreeing with all31Hydro actions, matters, observations, and circumstances that it notes32without explicitly stating agreement, or should be interpreted as

1 2			agreeing only with respect to cases where it expresses agreement specifically.
3		(b)	If there are areas where Daymark disagrees regarding Hydro actions.
4		()	matters, observations, and circumstances noted without express
5			statements of its concurrence with them. describe each of those areas
6			of disagreement.
7		(c)	Regarding actions Daymark reported as subject to consideration or
8		(-)	possible action, but with respect to which it did not specifically
9			recommend action. list all that it believes should be done as opposed
10			to considered for execution.
11		(d)	Explain whether Daymark's assessment of Holyrood was undertaken
12		(-)	with knowledge of potential changes identified by studies performed
13			by others.
14		(e)	Describe whether Daymark has done any of its own analyses on what
15		.,	can be changed physically at Holyrood or in its operations and how
16			effectively or economically changes would allow it to continue serving
17			longer term
18		(f)	Provide plans, schedule, and status for further Daymark work.
19		(g)	Describe in detail specific elements of Daymark views on monitoring
20			reliance on Holyrood and Hardwoods units and the issues, concerns, or
21			criteria on which that monitoring bears, given plans for their
22			retirement and other Daymark statements about the propriety of such
23			reliance.
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25	PUB-NLH-256	Relia	bility and Resource Adequacy Study 2022 Update, Volume I, Attachment
26		2.	
27		(a)	Summarize the scope and results of all Daymark, Hydro, or other
28			Nalcor/Hydro experts addressing the design bases, conformity of as-
29			built to design, weather-related design assumptions versus actual
30			conditions experienced, and other factors bearing on performance
31			reliability obtained in northern Europe and how they compare with the
32			same factors regarding the LIL.
33		(b)	Describe Hydro's views on how northern Europe data bears on
34			assessing reliability of the LIL, and specifically how consideration of
35			that data has affected planning considerations here.
36		(c)	Given experience to date with respect to the LIL, state and describe
37			how Hydro considers it is most likely to perform in comparison to the
38			European group analyzed ( <i>e.g.</i> , first quartile, fourth quartile, median,
39			average).
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41	PUB-NLH-257	Reliability and Resource Adequacy Study 2022 Update, Volume III, page 5, line	
42		2 sta	ites: "Planning is underway for additional stakeholder engagement
43		action	ns The Action Plan in Volume III, page 54, includes, "Execute a
44		stake	noider engagement process in 2023." The brochure, "Planning for Today,

Tomorrow, and the Future," states on page 7 that "Hydro expects to launch a 1 2 customer engagement initiative in 2023, focused on determining the value of 3 additional reliability to customers." (a) Describe the relationship between 4 these three activities, and the intended scope, methodology, schedule, 5 participants, and expected results of these processes; (b) Explain whether this 6 process, or either of these processes if different, addresses the value of lost 7 load substantively and quantitatively and why or why not; (c) Explain how the 8 results of this process, or either of these processes if different, inform the 9 decisions the resource adequacy review is intended to make or support; and 10 (d) Explain how will the timing of this process, or either of these processes if different, coincide with 2023 or subsequent resource adequacy reviews. 11 12 13 PUB-NLH-258 Reliability and Resource Adequacy Study 2022 Update, Volume III, page 5, 14 Load Forecast. Provide a comparison of forecast values for the Island 15 Interconnected System customer coincident demand in MW and IIS forecast energy requirement in GWh, for all scenarios and all years covered by the 16 17 forecast, for the following reports and studies: 18 (1) Reliability and Resource Adequacy Study 2022 Update; 19 (2) Near-Term Reliability Report - May 2022; 20 (3) Reliability and Resource Adequacy Study 2021 Update; 21 (4) Near-Term Reliability Report - May 2021; 22 (5) Reliability and Resource Adequacy Study 2020 Update; and 23 2018 Reliability and Resource Adequacy Study. (6) 24 Reliability and Resource Adequacy Study 2022 Update, Volume III, page 5. 25 PUB-NLH-259 26 Further to PUB-NLH-258, provide the comparable actual values for winter 2021 and winter 2022. 27 28 29 PUB-NLH-260 Reliability and Resource Adequacy Study 2022 Update, Volume III, page 13, 30 lines 19-22. Hydro states: "In March 2022, Hydro met with all applicants and 31 provided the projected cost of supply, possible associated rates, and 32 estimated timeline to supply. Following this, 21 customers, representing 33 approximately 1,300 MW of load, confirmed their continued interest in 34 proceeding with the interconnection process." Provide an update on the 35 number and magnitude of requests for additional generation in Labrador, the 36 approximate timing and size (MW, GWh/year) of significant blocks of this new 37 demand and explain what options Hydro has considered for meeting this 38 demand. 39 40 PUB-NLH-261 Reliability and Resource Adequacy Study 2022 Update, Volume III, page 16. Provide the most recent update on the status of the commissioning of the LIL 41 42 including:

1 a description of the cause of the November 24, 2022 LIL offline event, (a) 2 the actions taken to correct the software failure that led to the event and 3 how this affects the commissioning schedule, and 4 (b) the cause of the overheard line damage on the LIL in the Northern 5 Peninsula discovered on December 2, 2022, its implications for other LIL 6 line sections and the action Hydro is taking to investigate this incident 7 and its implications for overall LIL reliability. 8 9 PUB-NLH-262 Reliability and Resource Adequacy Study 2022 Update, Volume III, page 18, 10 lines 7-12. Describe and detail what Hydro believes the LIL return period is and what Hydro will use for planning and analysis, why, and any further study 11 12 planned regarding it. 13 14 PUB-NLH-263 Reliability and Resource Adequacy Study 2022 Update, Volume III, page 18, 15 lines 7-12. Explain in detail Hydro's view regarding the propriety of considering 16 the implications of simultaneous damage on multiple sections on the return 17 period of the LIL. 18 19 PUB-NLH-264 Reliability and Resource Adequacy Study 2022 Update, Volume III, page 18, 20 line 16 to page 19, line 2. Provide an update on the status of all work 21 undertaken or to be undertaken by Hydro to improve the reliability of the LIL 22 in response to the recommendations and findings in the Haldar & Associates 23 reports on the LIL reliability. 24 25 PUB-NLH-265 Reliability and Resource Adequacy Study 2022 Update, Volume III, page 19, 26 lines 2-3. Detail and describe each specific change Hydro would make to the 27 Haldar & Associates worst case weather scenarios and historical data 28 supporting them. 29 30 Reliability and Resource Adequacy Study 2022 Update, Volume III, page 19, PUB-NLH-266 31 lines 3-5. Describe how weather station locations were determined. 32 33 Reliability and Resource Adequacy Study 2022 Update, Volume III, page 19, PUB-NLH-267 34 lines 5-9. Describe and detail Hydro's reasons for not accepting the Haldar & 35 Associates line length and regional correlation analysis. 36 37 PUB-NLH-268 Reliability and Resource Adequacy Study 2022 Update, Volume III, page 19, 38 lines 18-23. Describe and detail the basis for the statement that structure 39 upgrades to 2 percent of the LIL structures would be required if the value 40 assessment completed by Haldar and Associates were used and what 41 monitored weather conditions will set the replacement criteria. 42 43 PUB-NLH-269 Reliability and Resource Adequacy Study 2022 Update, Volume III, page 21, 44 lines 9-12.

1 Describe any plans and schedule of work to be implemented as a result (a) 2 of the Hatch assessment. 3 (b) Has Hydro performed an independent detailed cost estimate and 4 schedule analysis of the work to be performed on the Holyrood units as 5 a result of the Hatch assessment? If yes, describe the results of and 6 provide copies of any such assessment. 7 Describe the status of the current plans and schedules for further work (c) 8 addressing the modifications to Holyrood, the costs of doing so, the 9 changes in operating capabilities and reliability and the risks in achieving 10 the operating improvements and reliability and provide any plans and schedules for the aforementioned work. 11 12 13 PUB-NLH-270 Reliability and Resource Adequacy Study 2022 Update, Volume III, page 21, 14 lines 13-19. Describe all studies or analyses of economic, operating 15 characteristics and risks of Holyrood generation versus other back-up generation supplies that were considered if any and provide copies of such 16 17 studies or analyses. 18 Reliability and Resource Adequacy Study 2022 Update, Volume III, page 23. 19 PUB-NLH-271 20 Describe any discussion or studies of the Holyrood generation units that have 21 been completed to determine if reliability measure more aligned with a start-22 up failure rate or perhaps a blend of DAUFOP and a start-up failure rate is 23 appropriate if the units are to be run at a lower power level then run up in 24 power as needed. Provide a copy of any documentation of such discussion or 25 study. 26 27 PUB-NLH-272 Reliability and Resource Adequacy Study 2022 Update, Volume III, pages 23-28 24, Tables 6 and 7. Provide DAFOR corresponding to the values of DAUFOP in 29 these two tables, based on the same data, and DAFOR and DAUFOP for 30 November 1 to April 1, comparable to the DAUFOP values in Table 7, based on 31 the same data. 32 33 Reliability and Resource Adequacy Study 2022 Update, Volume III, page 25, PUB-NLH-273 34 lines 1-4. List and describe the final discussion and delineation of the 35 modifications that would be needed to improve the Holyrood start-up 36 reliability and its ability to run reliably for six weeks that were considered, and 37 provide the detailed list of modifications along with the expected benefit to 38 reliability and the cost and schedule for the modifications. 39 40 PUB-NLH-274 Reliability and Resource Adequacy Study 2022 Update, Volume III, page 25, lines 11-14. Identify the full range of alternative modes of backup operation 41 42 for the Holyrood Plant Hydro considered or plans to consider. (e.g., 43 anticipatory start-up and to what power levels on all forecasts of severe 44 weather). Provide any studies or discussions for the alternatives.

PUB-NLH-275Reliability and Resource Adequacy Study 2022 Update, Volume III, page 25,1lines 11-13. Has Hydro studied the option for using cautions or warnings of3approaching severe weather to prepare Holyrood for ramping up quickly as a4backup supply resource (as opposed to keeping it regularly available for5extended periods to ramp up quickly). If yes, provide the results of any such6study. If not, why not?

8 **PUB-NLH-276** Reliability and Resource Adequacy Study 2022 Update, Volume III, page 25, 9 lines 11-14. Describe what analyses of modifications or operating procedures 10 to reduce costs of the Holyrood Plant as a back-up supply source have been 11 completed, and provide a copy of any documentation of such discussion or 12 study.

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- 14**PUB-NLH-277**Reliability and Resource Adequacy Study 2022 Update, Volume III, page 25.15Has there been any discussions or studies that address the impact to the16reliability of the Holyrood units operating in off-design power levels? Provide17a copy of any documentation of such discussion or study.
- 19PUB-NLH-278Reliability and Resource Adequacy Study 2022 Update, Volume III, page 25,20lines 16-17. Hydro states, "A DAUFOP of approximately 20% will be used for21resource adequacy planning purposes." Given that as units continue to22degrade and more recent data may be more reflective of unit condition,23explain the reasons for using the 20% DAUFOP rather that the higher five-year24average in Table 7.
- 26PUB-NLH-279Reliability and Resource Adequacy Study 2022 Update, Volume III, page 2627Table 8. Describe all the analysis that has been performed regarding28modifications needed to improve Holyrood start-up reliability and ability to29run six weeks without tripping offline, provide all reports of such analyses, and30provide a summary of the capital costs of these modifications and explain31whether these potential modifications are included in the capital costs in Table328.

# PUB-NLH-280 Reliability and Resource Adequacy Study 2022 Update, Volume III, page 26-27. Provide any study or assessment of the reliability of the Hardwoods and Stephenville gas turbines that has been completed, including the availability of spare parts for these units.

PUB-NLH-281 Reliability and Resource Adequacy Study 2022 Update, Volume III, page 27-28.
 Regarding the analysis of an extended LIL bipole outage, list and explain the
 conclusions that can be drawn about the impact of considering such an outage
 on the need for additional generation, and the sensitivity of the additional MW
 of new generation needed to the assumed duration of such an outage.

- PUB-NLH-282Reliability and Resource Adequacy Study 2022 Update, Volume III, page 27-28.In view of the analysis of an extended LIL bipole outage state whether it is<br/>correct to expect that an outage is more likely to be multi-versus single-day,<br/>and either way, how Hydro interprets, calculates, and uses the 1 day in 10<br/>criterion.
- PUB-NLH-283 Reliability and Resource Adequacy Study 2022 Update, Volume III, page 37, Tables 12 and 13. Provide the capacity factors of the incremental generation options in each of the four cases with incremental generation under the average and severe cases.

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- 12PUB-NLH-284Reliability and Resource Adequacy Study 2022 Update, Volume III, page 37.13Provide hourly Reliability Model results for 2032 for each of the cases14presented in Tables 12 and 13, in the form of the "Island Calculator" sheet of15Island LOLE Calculator October 10, 2018, or something similar.
- 17PUB-NLH-285Reliability and Resource Adequacy Study 2022 Update, Volume III, pages 38-1840. Modeling the LIL as an energy-only line is discussed. Confirm or correct (and19explain such correction) the interpretation that, if a LIL bipole outage is20regarded as a first contingency, then whatever the capacity of the next larger21contingency is, whenever more than that capacity is scheduled over the LIL,22the LIL is the largest contingency, and the full amount of scheduled capacity23needs to be backed up by operational reserves, up to 900 MW.
- PUB-NLH-286
   Further to PUB-NLH-285, state whether the interpretation as corrected is
   equivalent to treating the LIL as an energy-only line, and whether a
   consequence is that 160 more MW of additional generation is needed above
   the case in which a LIL bipole outage is not regarded as a first contingency.
- PUB-NLH-287 Reliability and Resource Adequacy Study 2022 Update, Volume III, page 38-40.
   Provide a clear description and discussion of how Hydro's election not to treat
   a LIL bipole outage as single largest contingency is consistent with current
   information about the design of the line, weather and access conditions,
   expectations, and experience to date.
- PUB-NLH-288 Reliability and Resource Adequacy Study 2022 Update, Volume III, page 42,
   line 17 to page 43, line 5. Describe all studies and analyses performed of
   alternatives considered for comparison of the generation/capacity addition
   alternatives, including comparisons of costs, schedules, needed operating
   characteristics and risks. Include in the response the date each generation
   addition alternative was first studied and when it was last revised and
   updated. Provide copies of any performed.

1 PUB-NLH-289 Reliability and Resource Adequacy Study 2022 Update, Volume III, Section 2 7.1.1, pages 43-48. Various measures "to promote a reduction in customer 3 demand and/or energy requirements" are discussed and uncertainties are 4 expressed about the effectiveness of these measures. Outline Hydro's plans -5 including means, methods, and timing—for assessing the impacts of these 6 uncertainties on resource adequacy in this proceeding. 7 8 PUB-NLH-290 Reliability and Resource Adequacy Study 2022 Update, Volume III, page 48, 9 lines 4-8. Explain: 10 (a) Hydro's continuing inability to address markets purchases and what they offer, and when Hydro will be able to provide specific information on in 11 12 securing capacity from external markets; 13 Hydro's assumptions regarding the extent to which Hydro will be able to (b) 14 rely on power on the Maritime Link during an outage that may last for 15 several weeks, and the basis for these assumptions; and Any collaboration/agreement with other connected regions/countries 16 (c) 17 (e.q., the Maritime link), that could provide emergency power to the 18 Island, in case of a long term outage of the LIL. If there is no such 19 collaboration/agreement, describe what steps have been taken toward 20 negotiating one. If no steps have been taken toward negotiating one, 21 why not? 22 23 PUB-NLH-291 Reliability and Resource Adequacy Study 2022 Update, Volume III, page 48, 24 lines 10-14. It is noted that Bay d'Espoir Unit 8 would provide only incremental 25 capacity, and no incremental energy. Describe, including any conditions that 26 impact the answer, and estimate: 27 (a) the quantitative impacts Bay d'Espoir Unit 8 would have on system-wide 28 energy capability; 29 how much energy would have to be reserved to ensure that Bay d'Espoir (b) Unit 8 can generate at full capacity; 30 31 if there is a reduction in system-wide energy capability, due to the (c) 32 addition of Bay d'Espoir Unit 8, what generation sources would make up 33 for this reduction, with and without Holyrood generating units in service 34 and state the degree to which fossil-fueled generation would serve to 35 provide that makeup; 36 (d) the impact of Bay d'Espoir Unit 8 on satisfaction of the energy criterion, 37 and the year in which incremental energy requirements occur; and 38 to what degree do the answers to the preceding questions in this request (e) 39 for information depend on the need to cover an extended LIL bipole 40 outage, and the duration of the outage. 41 42 PUB-NLH-292 Reliability and Resource Adequacy Study 2022 Update, Volume III, page 48, 43 lines 10-14. It is stated that Bay d'Espoir Unit 8 would provide only incremental 44 capacity, and no incremental energy. Describe and estimate:

1 2 3 4		(a)	any circumstances that may exist under which total generation from Bay d'Espoir would be reduced (as compared with current dispatch methods and criteria) in order to preserve the ability to serve the need identified for a Unit 8:
5		(b)	if the most severe hydrological conditions in the most recent 10 and 20
6			year periods were to recur, the amount of any reduction; and
7		(c)	for the most severe hydrological conditions in the most recent 10 and
8			20 year periods, the portion of reduced Bay d'Espoir generation that
9			would be made up by thermal generation.
10			
11	PUB-NLH-293	Relia	bility and Resource Adequacy Study 2022 Update, Volume III, page 48,
12		lines	17-20. Describe the principal cost and schedule affecting assumptions
13		rega	rding the 2017 SNC cost estimate for Bay d'Espoir Unit 8. Provide a copy
14		of th	e estimate.
15			
16	PUB-NLH-294	Reliability and Resource Adequacy Study 2022 Update, Volume III, page 48,	
1/ 10		ines	17-20. Has there been any review of update to the 2017 SNC Lavaline Inc.
10		tost	estimate for Bay a Espoir Onit 8, other than an adjustment for initiation,
20 19		10 00	onsider such factors as increased labour costs and suppy chain issues.
20 21	DI IR-NI 4-205	Rolia	bility and Resource Adequacy Study 2022 Undate Volume III, page 48
21	100-14211-255	lines	21-27 Does Hydro have any plans and schedules for the study of
22		resei	ryoir levels under prolonged loss of the LIL? If yes, do such studies have
24		pote	ntial bearing on the feasibility of Bay d'Espoir Unit 8 or its ranking versus
25		othe	r alternatives?
26			
27	PUB-NLH-296	Relia	bility and Resource Adequacy Study 2022 Update, Volume III, page 48,
28		lines	21-27. What other renewable fuel sources have been studied for a future
29		sour	ce of generation other than Bay d'Espoir Unit 8 and what is the status of
30		the s	chedule?
31			
32	PUB-NLH-297	Relia	bility and Resource Adequacy Study 2022 Update, Volume III, page 48,
33		line 2	27 to page 49, line 2. Provide the schedule for the analysis to be completed
34		on th	ne impact of water surface draw down on the submergence of Bay d'Espoir
35		pow	er intakes.
36			
37	PUB-NLH-298	Relia	bility and Resource Adequacy Study 2022 Update, Volume III, page 48-49.
38		Cons	idering fossil-fired replacement of Bay d'Espoir generation displaced by
39		the r	need to hold a reserve for operation as a backup supply source post- Bay
40		d'Esp	poir Unit 8 and considering the level at which a gas turbine unit as an
41		alter	native to Bay d'Espoir Unit 8 would have to operate, compare and
42		quar	ntify the environmental impacts of Bay d'Espoir Unit 8 versus a gas turbine
43		unit	as an aiternative.

PUB-NLH-299Reliability and Resource Adequacy Study 2022 Update, Volume III, page 48-49.Describe all study and analysis conducted or planned to address the impact onoverall capacity or energy from the Bay d'Espoir system if the reservoir level ismaintained for potential energy needed for a loss of the LIL, including how thiswill affect future operation of the system and provide copies of any such workperformed to date.

8 **PUB-NLH-300** Reliability and Resource Adequacy Study 2022 Update, Volume III, page 50, 9 line 9 to page 51, line 5. Has Hydro considered a gas turbine as an alternative 10 to Bay d'Espoir Unit 8? If yes, provide Hydro's best estimate of the time to 11 place each in service, and provide the annual amounts saved by earlier ending 12 of service by the Holyrood occasioned by which of these two options can be 13 placed in service more quickly. If Hydro has not considered a gas turbine as an 14 alternative, explain why not.

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- 16 PUB-NLH-301 Reliability and Resource Adequacy Study 2022 Update, Volume III, page 50, 17 line 9 to page 51, line 5. Further to PUB-NLH-300, In the event that a gas 18 turbine can be placed in service more quickly, describe each principal 19 environmental factor that becomes avoided by earlier Holyrood retirement, 20 and state how long, at expected levels of gas turbine operation into the future 21 it would take for gas turbine operation to negate each principal environmental 22 impact avoided during the period when a gas turbine versus Bay d'Espoir unit 23 8 could be made available.
- PUB-NLH-302
   Reliability and Resource Adequacy Study 2022 Update, Volume III, page 54, lines 11 to page 55, line 4. Explain how Hydro's action planning is expected to consider other alternatives sources of supply to Bay d'Espoir Unit 8, the scope of the study of such alternatives, schedule for completion, major milestones and board/stakeholder visibility and comment at those milestone points, and how that consideration may affect proceeding with planning and execution of Bay d'Espoir Unit 8.
- PUB-NLH-303
   Reliability and Resource Adequacy Study 2022 Update, Volume III, page 54,
   lines 11 to page 55, line 4. Has Hydro engaged external consultants to
   undertake study, analysis and planning, of supply resource alternatives? If yes,
   state the outside resources contracted or expected to be contracted, their
   scope of work committed or expected, and the schedule for completion.
- PUB-NLH-304 Reliability and Resource Adequacy Study 2022 Update, Volume III, page 55,
  line 2. Has Hydro studied what further efficiencies can be gained at the existing
  hydro generation facilities? If yes, describe the results of such studies and
  provide any available documentation of the studies. If not, why not?

Reliability and Resource Adequacy Study 2022 Update, Volume III, page 55, 1 PUB-NLH-305 2 line 3. To what extent has Hydro studied pumped storage generation as 3 available for a back-up generation source? Provide a summary any study or 4 discussion of this potential generation additions. 5 6 PUB-NLH-306 Reliability and Resource Adequacy Study 2022 Update, Volume III, page 55, 7 lines 3-4. Explain what specific efforts remain in determining the viability of 8 extending the life of the Holyrood and Hardwoods generating plants and 9 describe the action taken to date. 10 11 PUB-NLH-307 Reliability and Resource Adequacy Study 2022 Update, Volume III, page 54-55. 12 When Hydro will move from the high level action plan outlined in detailed 13 action plans along with detailed scope documents, detailed schedules and 14 costs? 15 16 PUB-NLH-308 Reliability and Resource Adequacy Study 2022 Update, Volume III, 17 Attachments 6 and 7. Explain: 18 (a) the basis for the 70 month timeframe for Bay d'Espoir Unit 8 and the 19 confidence level regarding this timeframe. 20 the timeframe for construction if an environmental review or (b) 21 environmental impact statement is required for Bay d'Espoir Unit 8. 22 the probability that a contractor would accept a fixed price EPC contract (c) 23 for the construction and commissioning of Bay d'Espoir Unit 8, and if 24 not expected, pricing risk expected to be borne with respect to Bay 25 d'Espoir Unit 8 planning and execution. 26 how Hydro would manage an EPCM contract if a contractor does not (d) 27 accept a fixed price EPC contract. 28 29 PUB-NLH-309 Reliability and Resource Adequacy Study 2022 Update, Volume III, Attachment 30 3, page 4 states: "An additional consideration for Hydro is the need, as 31 discussed in the resource planning and R&RA analyses, for locational resource planning - that is each region of NL must plan assuming there will be no 32 33 support from outside its current infrastructure." Discuss Hydro's current views 34 on provincial version regional planning given questions about long-term LIL 35 reliability. 36 37 PUB-NLH-310 Near Term Reliability Report, November 15, 2022, page 5, lines 9-14. Explain 38 the decrease in Newfoundland Power's firm hydro capacity.

**DATED** at St. John's, Newfoundland and Labrador, this 13<sup>th</sup> day of December 2022.

# **BOARD OF COMMISSIONERS OF PUBLIC UTILITIES**

Cheryl Blundon

Board Secretary