

1 Q. With respect to PUB-Nalcor-36, there are no existing legislative or regulatory
2 requirements for Holyrood environmental upgrades. Please provide a CPW
3 sensitivity analysis assuming no environmental improvements at Holyrood.

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6 A. The following table shows the requested sensitivity analysis.

	Cumulative Present Worth (2010 \$M)		
	Base Isolated	Isolated CA/KPR-Nalcor-74	Difference
Fixed charges	1,402	982	(420)
Fuel expense	6,049	6,227	178
Power purchases	743	743	0
Operating costs	616	516	(100)
	8,810	8,468	(342)

7 For this analysis, the electrostatic precipitators (\$582 million in 2015) and
8 associated operating costs were eliminated, as well as the Low NO_x Burner project
9 (\$20 million in 2017). With the elimination of the electrostatic precipitators, the
10 cost of fuel was increased to reflect the lower sulphur content of 0.7%.

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12 The Interconnected Island alternative, with a CPW of \$6,652 million (2010 \$) still
13 has a CPW preference of \$1,816 million over the Isolated Island alternative with no
14 pollution controls at Holyrood.