

IN THE MATTER OF AN APPLICATION
For Authority to Overspend (ATO) - TUC6 Waste Heat Recovery Project
CI#28098 - (P-128.07)

NewPage Port Hawkesbury Corp. and Bowater Mersey Paper Company Ltd. ("NPB")
Information Requests to Nova Scotia Power Inc. ("NSPI")

NON-CONFIDENTIAL

IR-1 Reference: Application, Page 5 of 5, lines 21-22 – "The cost increases forecast for this project are associated with specific cost drivers unforeseeable at the time of filing the capital work order with the UARB."

(a) Please confirm that the revised capital work order filing included a contingency amount of \$7,213,207.

(b) Please break each specific unforeseen cost driver down into its monetary impact on the duct firing versus non-duct firing components of the project, and specifically itemize all cost increases related to the duct firing component and provide explanations of each such increase.

IR-2 Reference: Attachment 1.

Please provide a similar Capital Cost Breakdown comparing the current Forecast with the Budget of \$66.29 million submitted as part of the original Application on September 11, 2007. Please include additional comments to explain any variances.

In particular, please provide a more detailed explanation of the increase in estimated costs for the Steam Turbine Generator & Major Components, Boilers, and Gas Systems, from the original Application dated September 11, 2007.

IR-3 Reference: Attachment 2, Page 5 of 5.

Please confirm that the Strategist economic analysis indicates that the TUC6 No Duct Firing is more economic than the TUC6 with Duct Firing (i.e. NPV of \$12,483.585 versus \$12,486.640 M)

IR-4 Reference: Attachment 3, Page 6 of 7 – "Approval to proceed in June will allow this project to be in service for the winter of 2010/11 peak season. The sooner it is undertaken; the sooner NSPI customer will begin to realize these benefits."

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2 Please provide an estimate of the benefits to NSPI customers in 2010 that have been lost due
3 to NSPI's failure to achieve the commercial operation date for the project that was forecast in
4 the original Application dated September 11, 2007 (i.e. June, 2010).

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