Q. Please explain why Hydro is proposing to change the functionalization of TL-234 and TL-263 1 2 from generation to transmission. 3 4 Transmission lines TL 234 and TL 263 were previously considered generator leads and 5 Α. functionalized as generation. The addition of TL 269¹ from Granite Canal to Bottom Brook 6 to support the import and export of energy over the Maritime Link creates a 230 kV 7 transmission loop which includes TL 234 and TL 263. Therefore, Newfoundland and 8

Labrador Hydro has proposed the functionalization change of TL 234 and TL 263 from

-

9

10

generation to transmission.

¹ TL 269 is owned by NSP Maritime Link Incorporated, operated by the NLSO, and deemed as a zero-rated revenue requirement.