

HAND DELIVERED

November 19, 2014

Board of Commissioners  
of Public Utilities  
P.O. Box 21040  
120 Torbay Road  
St. John's, NL A1A 5B2

Attention: G. Cheryl Blundon  
Director of Corporate Services  
and Board Secretary

Ladies and Gentlemen:

**Re: Newfoundland and Labrador Hydro Application for Approval of Agreement with  
Corner Brook Pulp and Paper Limited for Capacity Assistance**

This letter provides Newfoundland Power's submissions with respect to the Application.

In its interim report dated May 15, 2014 in the Investigation and Hearing into Supply Issues and Power Outages on the Island Interconnected System (the "Interim Report"), the Board identified the securing by Hydro of contracts for economically available interruptible load by December 1, 2014 as a "key priority action".

In light of the Board's recommendation in the Interim Report, it is Newfoundland Power's submission that the Board should approve the Capacity Assistance Agreement with Corner Brook Pulp and Paper Limited as proposed in the Application. Newfoundland Power submits that the matter of the recovery of purchased power expenses associated with the said agreement should be deferred for consideration as part of the comprehensive review of Hydro's costs in the 2013 General Rate Application.

We trust the foregoing is found to be in order. If you have any questions, please feel free to contact the Company.

Yours very truly,



Gerard M. Hayes  
Senior Counsel

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Newfoundland and Labrador Hydro

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