Q. When you export into NYISO and the NEISO, what are the physical injection points into each market? What zones does NL Hydro have access to? What is the ultimate point of sale? Does NL Hydro have the right and/or option to sell to any export customer or it is preclude from doing so by any of the transmission line owners? Is the discretion of the delivery location controlled by Hydro Quebec or NL Hydro? What is breakdown of the total cost to get the export power to each market, injection point, zone, point of sale and/or delivery location?

A.

Export power from Newfoundland and Labrador Hydro ("Hydro") is physically injected into NYISO¹ primarily at Massena and occasionally at Dennison, both at the border of Québec and New York. Export power from Hydro is physically injected into ISO-NE² at Salisbury at the border of New Brunswick and Maine, Radisson (Phase I/II) at the border of Québec and New Hampshire, and occasionally at Highgate at the border of Québec and Vermont. Equivalently, these injection points are the ultimate points of sale. Transmission line owners do not preclude Hydro from selling to any export customers; however, Hydro does have to procure transmission rights to access customers/markets. Hydro chooses the delivery location, based on transmission access and pricing.

As described in Hydro's response to BKL-NLH-011 of this proceeding, Hydro pays a transmission tariff to Hydro-Québec to get export power to New York at Massena. Similarly, Hydro pays a transmission tariff to Hydro-Québec to get export power to Dennison, Highgate, Radisson (Phase I/II), and Salisbury via the Québec path. To deliver power to Dennison, Radisson (Phase I/II), and Salisbury via the Québec path, Hydro must also pay incremental transmission tariffs: \$1.58 USD per MWh to Dennison, variable to Radisson (Phase I/II), depending on the transmission provider, and the regulated NBSO³ transmission tariff to Salisbury. Going forward, Hydro will primarily access ISO-NE at Salisbury via the Maritimes path. A description of the costs

¹ New York Independent System Operator ("NYISO").

² Independent System Operator New England ("ISO-NE").

³ New Brunswick System Operator ("NBSO").

- to deliver export power to Salisbury via the Maritimes path is provided in Hydro's response to
- 2 BKL-NLH-011 of this proceeding.