

1     Q.     **B-48, Increase Generation Capacity – Mary’s Harbour \$1,489,000**

2             On p. 3 of the Report “Increase Generating Capacity Mary’s Harbour Diesel  
3             Generating Station”, Volume II, Tab 16 reference is made to a study of small  
4             hydroelectric potential in the coastal Labrador region. In a letter dated May 25,  
5             2011 in answer to Board question #14 on increasing the generating capacity in the  
6             Charlottetown Plant, it was stated that an application to the Board for approval of  
7             this study had been prepared. What is the status of this application?

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10    A.     The provincial government has given Hydro \$250,000 for a study of small  
11             hydroelectric potential in the coastal Labrador region. This study does not qualify  
12             as capital under IFRS rules, so it has been set up as an operating project. Hydro will  
13             not be applying to the Board for approval of this project.