Newfoundland & Labrador Hydro

2003 General Rate Application

Towns of Labrador City and Wabush Responses to <u>Hydro Information Requests</u>

<u>Request</u>

NLH-253 LC With respect to commentary on Page 4 and 5, what difference is there between an "integrated" and an "interconnected" system?

<u>Response</u>

"Interconnected" refers to the physical connection of systems so that power can flow between them. "Integrated" refers to combined operation. For example, Hydro is interconnected with Hydro-Québec, but their operations are not integrated. In the current context, the terms are essentially synonymous.