

1 Q. **CBPP Demand Credit Agreement**

2 (Re: Amended GRA) On page 2.72 (lines 18 to 19) it is stated with regard to the
3 CBPP demand credit contract "*With this Application, Hydro is recommending that*
4 *the pilot agreement be made permanent*". If the value of savings post Muskrat Falls
5 are currently unknown as indicated in CA-NLH-056 (Revision 1, Nov 26-14), why is
6 Hydro proposing to permanently instate the agreement rather than maintaining it
7 as a pilot agreement until the benefits post Muskrat Falls are quantified?

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10 A. Although the value of savings related to the CBPP demand credit contract post
11 Muskrat Falls are currently unquantified, it is proposed that the agreement be
12 permanently instated as it is expected that there will be savings following the
13 interconnection. Hydro will conduct a marginal cost study by the end of 2015 to
14 help quantify the same.