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Re: IN-NLH-093, IN-NLH-124, IN-NLH-194, IN-NLH-217

Please distinguish between the situation in Natuashish from that in Davis Inlet with respect to its residents and businesses being customers of Hydro with respect to electric service. What was the impact with respect to electric service of Natuashish becoming an *Indian Act* reserve in 2003?

A.

Hydro provided service to its customers in Davis Inlet until its residents were relocated to Natuashish, at which time the assets in Davis Inlet were abandoned and decommissioned. After the installation of the electrical facilities in Natuashish by MIFN on Federal Government land, Hydro was asked to provide technical and operations services to MIFN with respect to those facilities owned by MIFN and the Federal Government. During this period, Hydro was in discussions with MIFN and the Federal Government as to the operation of the electrical facilities. The Federal Government participated in those discussions due to an ownership interest it held in the lands and due to its role of providing funding to MIFN during this period and, it was assumed, in future years. There was no specific impact on those discussions with respect to Natuashish becoming a reserve although Hydro was aware that it could have an effect upon the parties' roles and obligations with respect to providing electrical service and as to the ownership or funding of the facilities.