

1    Q.    **2013 General Rate Application, Exploits Generation**

2        Pages 2.3-2.4 - The background to the arrangement related to Exploits Generation  
3        is described. Provide a summary of the principles governing the current supply of  
4        energy from Exploits Generation, including the length of the arrangement, the  
5        pricing and the terms of supply.

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8    A.    The principles for the current supply are that Hydro will pay for all energy delivered  
9        to the Island Interconnected System from the Exploits facilities at 4 cents/kWh.  
10      This arrangement has been in place since the end of 2011 and it continues under  
11      the Order in Council directive (see PUB-NLH-002 Attachment 1).

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13      Hydro provides general direction on the dispatch of the Exploits facilities with a  
14      view to maximizing overall energy production from all hydroelectric facilities over  
15      which Hydro has control. The economic dispatch of energy from the Exploits  
16      facilities is subject to similar logistical requirements and limitations as apply to  
17      Hydro's facilities. These include: the release of water for fisheries habitat reasons,  
18      the need to control water flows to protect downstream and spillway infrastructure,  
19      and the need to exert control on the level of water storage in Red Indian Lake when  
20      there is a flooding risk.

Executive  
Council



Newfoundland  
and Labrador

OC2013-088

*Certified to be a true copy of a Minute of a Meeting  
of the Committee of the Executive Council of Newfoundland and  
Labrador approved by His Honour the Administrator on*

2013/04/04

MC2013-0238 . NR2013-010. EPC2013-019.

Under the authority of section 4 of the Hydro Corporation Act, 2007, section 4 of the Energy Corporation Act, and section 245 of the Corporations Act, the Lieutenant Governor in Council is pleased to direct Newfoundland and Labrador Hydro and Nalcor to extend their agreement requiring Newfoundland and Labrador Hydro to pay Nalcor 4 cents per kilowatt-hour for any and all electrical energy taken by Newfoundland and Labrador Hydro from the Exploits Generation assets until June 30, 2014.

A handwritten signature in black ink that reads 'Robert L. Thompson'.

Clerk of the Executive Council