

1 Q. (Re: October 2014 Evidence submitted as part of Application) It is stated on page 1  
2 line 23 that Hydro is discussing a similar capacity assistance arrangement with Vale.  
3 Please explain why it makes sense to negotiate such an arrangement when Vale's  
4 load is changing as it ramps up operations and given that Vale is already receiving  
5 what amounts to a discounted demand charge in that it is not subject to a demand  
6 ratchet.

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9 A. Vale has standby generation capacity that can be made available to meet system  
10 requirements, if needed. The generation that can be provided to the system is  
11 independent of Vale's load requirements from Hydro.