

1    Q.    If Hydro has determined the appropriate level of capacity assistance required, how  
2           does the proposed agreement with Corner Brook Pulp and Paper Limited affect the  
3           level of capacity assistance that might be required from Vale Newfoundland and  
4           Labrador Limited?

5

6

7    A.    Please see PUB-NLH-010. The emergency capacity represents a small portion of  
8           Hydro's total Island Interconnected capacity. Hydro's investigations determined  
9           that a total of approximately 76 MW of emergency capacity could be made  
10          available from two of its Island Industrial Customers and that this capacity was  
11          available at low cost. Based upon the low cost of the capacity, and the high  
12          usefulness and value to Hydro's customers that this emergency capacity could  
13          provide in the unlikely event that Hydro experienced capacity availability issues as it  
14          did in January of 2014, it was determined that Hydro should secure this readily  
15          available capacity.