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| 1  | Q. | Re: 2012 Capital Plan   |
|----|----|---|
| 2  |    | What is the current environmental legislative or regulatory requirement related to            |
| 3  |    | the release of CO <sub>2</sub> referred to on page 19 of the 2012 Capital Plan?               |
| 4  |    |   |
| 5  |    |   |
| 6  | A. | As of 2011, there are no legislative or regulatory requirements related to the                |
| 7  |    | release of CO <sub>2</sub> . The reference in the 2012 Capital Plan does not refer to current |
| 8  |    | legislation, but rather Hydro's expectation of legislation for 2016 and beyond. The           |
| 9  |    | Federal Government has introduced greenhouse gas emissions regulation for coal-               |
| 10 |    | fired electricity generating facilities. The reference noted in the 2012 Capital Plan         |
| 11 |    | reflects Hydro's position that it is doubtful that Holyrood will be permitted to              |
| 12 |    | continue to emit CO <sub>2</sub> unfettered and in noncompliance with greenhouse gas          |
| 13 |    | emissions regulations that may be in place in another five years.                             |