

September 6, 2011

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Via Electronic Mail & Courier

The Board of Commissioners of Public Utilities
Prince Charles Building
120 Torbay Road
P.O. Box 21040
St. John's NL A1A 5B2

Attention: Ms. G. Cheryl Blundon
Director Corporate Services and Board Secretary

Dear Ms. Blundon:

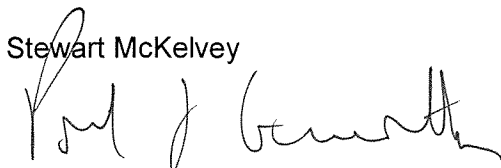
**Re: Application by Newfoundland and Labrador Hydro pursuant to subsection 41(3) of
the Act for approval of two capital projects at the Holyrood Thermal Generating
Station**

We write further to Hydro's correspondence of September 2, 2011 to the Board, stating reasons as to why Hydro does not agree with the deferring of the above-noted Application to the Phase II review of the 2012 Capital Budget Application, and enclosing an amended Application for the above projects. We write to request that if the Board does not order the deferral of the amended Application to the Phase II review, then the Island Industrial Customers wish to have the opportunity to make written submissions in relation to the amended Application on the issue of whether these projects should be approved as applied for by Hydro.

We trust this is in order and look forward to our receipt of the Board's response to this request.

Yours truly,

Stewart McKelvey



Paul L. Coxworthy

PLC/kmcd

c: Mr. Geoffrey P. Young, Senior Legal Counsel, Newfoundland and Labrador Hydro
Mr. Thomas J. Johnson, Consumer Advocate
Mr. Gerard Hayes, Newfoundland Power
Mr. Dean A. Porter, Poole Althouse