

1 Q. Does Hydro agree that, if North Atlantic were to make the necessary capital
2 investment to provide essential backup power for its operations, it would be
3 prohibited from utilizing that alternative generation capacity other than exclusively
4 for emergency purposes, under subsection 14.1 (4) of the *Electrical Power Control*
5 *Act*, 1994?
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8 A. It is confirmed that the use of this generating capacity would, under that statutory
9 provision, be limited to emergency applications. Hydro has not been made aware
10 that NARL has any present intentions or desires to produce energy to displace its
11 purchases of power and energy from Hydro or to use it in other applications.