

1 Q. Please explain why hydro signed two contracts, one with ProEnergy Services LLC  
2 and another with its Canadian subsidiary when there was only one company,  
3 ProEnergy Services LLC, who submitted a tender.  
4  
5

6 A. The contract was awarded to Pro Energy, a Missouri registered corporation. The  
7 contract included a labour component. In order to facilitate the application of  
8 labour on-site, a Canadian affiliate was deemed to be desirable and had no effect  
9 on the net cost to Hydro. The provision of the turbine was therefore made by the  
10 Missouri corporation, and the labour component is being undertaken by a Canadian  
11 wholly-owned affiliate of the Missouri corporation.