

1 Q. Have energy deliveries to Nova Scotia as required under the various Muskrat Falls agreements
2 met obligations? If not, why not, and how will Hydro meet such obligations?

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5 A. The Labrador-Island Link (“LIL”) is not yet fully commissioned. As such, its operational
6 capabilities have, at times, prevented the Muskrat Falls Corporation from meeting its full energy
7 delivery obligations under the Energy and Capacity Agreement.¹ Recent damage and subsequent
8 repairs to the LIL have contributed to this lag in deliveries. However, the current operation levels
9 of the LIL generally allow the Muskrat Falls Corporation to meet its full energy delivery
10 obligations, and additionally, to deliver the energy previously owed but not delivered. Under the
11 Energy and Capacity Agreement, energy previously owed but not delivered is called Block A
12 Undelivered Energy; the parties work together to schedule deliveries of Block A Undelivered
13 Energy as soon as system conditions permit.

14 The obligations to Nova Scotia under the Energy Access Agreement² have been met to date.

¹ The Energy and Capacity Agreement was entered into between Nalcor Energy and Emera Inc., and has been assigned to Muskrat Falls Corporation and NSP Maritime Link Inc, respectively.

² The Energy Access Agreement is between Nalcor Energy, Emera Inc., and Nova Scotia Power Inc.