

Date : 11/1/2011 3:57:37 PM
From : "Bown, Charles W."
To : "Dalton, Diana"
Subject : Fw: Updated PUB response letter
Attachment : Response to October 20 PUB letter.docx;

Robert ok'd the letter

Sent Via BlackBerry

From: Bown, Charles W.
To: Dalton, Diana
Sent: Tue Nov 01 15:34:51 2011
Subject: Fw: Updated PUB response letter

Nalcor is proposing to send this letter to Pub today. Please ask Minister if he approves. Note time schedule.

Sent Via BlackBerry

From: DawnDalley@nalcorenergy.com <DawnDalley@nalcorenergy.com>
To: Thompson, Robert
Cc: GBennett@nalcorenergy.com <GBennett@nalcorenergy.com>; Bown, Charles W.
Sent: Tue Nov 01 14:42:18 2011
Subject: Fw: Updated PUB response letter

Robert

We are having a tough time finding Charles today (I'm guessing he's tied up in meetings) and we're anxious to get this letter out to the PUB. They have asked for our response and we're planning to send it today. Can you please advise if you have reviewed or plan on reviewing. If we don't hear otherwise, we are intending to send this at 4:00 pm today.

Dawn

— Forwarded by Dawn Dalley/NLHydro on 11/01/2011 02:40 PM —

From: Dawn Dalley/NLHydro
To: "Charles Bown" <cbown@gov.nl.ca>
Date: 11/01/2011 01:55 PM
Subject: Fw: Updated PUB response letter

We're chomping at the bit to get this out. Any feedback.

— Forwarded by Dawn Dalley/NLHydro on 11/01/2011 01:54 PM —

From: Dawn Dalley/NLHydro
To: "Charles Bown" <cbown@gov.nl.ca>, "Thompson, Robert" <rthompson@gov.nl.ca>
Cc: Gilbert Bennett/NLHydro@NLHydro
Date: 10/31/2011 02:36 PM
Subject: Updated PUB response letter

We would like to send this today if possible. We are working to be more timely in our responses as you can appreciate.

Dawn



Hydro Place, 500 Columbus Drive.
P.O. Box 12800, St. John's, NL
Canada A1B 0C9
t. 709.737.1833 or 1.888.576.5454
f. 709.737.1985

Rec. No.: L010-B011-202-010701

October 31, 2011

Ms. Cheryl Blundon
Director, Corporate Services & Board Secretary
Board of Commissioners of Public Utilities
P. O. Box 21040, 120 Torbay Road
St. John's, NL A1A 5B2

Dear Ms. Blundon:

Re: Reference from the Lieutenant Governor in Council on the Muskrat Falls Project (the "Review")

Nalcor has received your letter of October 25, 2011.

First and foremost, I acknowledge and respect the Board's need to have a complete record of information, including Nalcor's filing, exhibits, and responses to information (RFI) filings in an expeditious manner. To date, Nalcor has been unable to meet the Board's expectations in this regard and we accept responsibility for any delays, misunderstandings and incorrect information provided to the Board in the letter of October 20, 2011.

Nalcor has also committed to the Board to make its formal submission to the Board on or before November 10, 2011. Nalcor also understands the Board expects RFI's to be completed in parallel with our formal submission. We respectfully request that a new deadline be considered for completion of existing and outstanding RFIs. Nalcor is prepared to submit outstanding RFIs by November 24. This includes a series of RFIs which require intensive and time consuming Strategist runs that cannot be completed by November 10.

Nalcor also notes the importance to the Board of having firm targets for the completion of the MHI and Board information requests. The status of all outstanding RFI's will be updated and reported to the Board at the end of this week.

Ms. Cheryl Blundon
Board of Commissioners of Public Utilities
October 31, 2011
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Further to our meeting of October 28, 2011 and the correspondence received from the Consumer Advocate on October 28, 2011, we have begun to screen our confidential exhibits and to abridge or redact them in order to permit them to be released publicly. We are prioritizing our screening based on the priority list included in the Consumer Advocate's letter. We agree that completion of this process is important in order to facilitate public participation in the review process, and will place priority on this effort. The status of our progress in screening the confidential exhibits for release will be included in our progress update to the Board.

We are also revising the answers to a series of RFI's to provide more specific responses and context to the responses already filed, and have initiated a more comprehensive review process to ensure that we address the questions as posed. To this end, we will be prioritizing the preparation of revised responses to RFI's MHI-Nalcor-58, 60, and 67, as well as PUB-Nalcor-7,8,9,65,66,92, and 107. (Need clearance on confidential matters from Siemens – ABB is clear)

Effective immediately, I will be assuming direct and day-to-day responsibility for matters relating to the Muskrat Falls review, and my contact information is provided below. Can you please ensure that Mr. Geoff Young is copied on correspondence from the Board to Nalcor on this matter for effective records management.

In closing, I would like to personally emphasize that Nalcor Energy respects the Board's responsibility and oversight on this matter, and welcomes the Board's questions and analysis of the reference question. We also value a positive working relationship with the Board and will endeavor to eliminate misunderstandings as we move forward.

Sincerely,



Gilbert Bennett, P. Eng.

Vice President, Lower Churchill Project

