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1 **O**: Conclusion VI-12 states: "Given that the Maritime Link will be in service in 2 about one year, there does not appear to be suitable progress in resolving issues 3 relating to market transactions, such as responsibility, rate treatment, open 4 access, and avoidance of conflicts between marketing and operations". Please 5 comment on whether the issues that need to be resolved prior to the ML coming 6 into service also include: (a) NERC / NPCC compliance, (b) Government action 7 and direction as required to complete the Provincial reliability framework (to 8 the extent that this is a prerequisite for NERC compliance initiatives as well as 9 open access requirements), (c) conclusion of formal agreements with Nova 10 Scotia Power and New Brunswick Power to assure that the proposed 300 MW 11 backup supply for the IIS benefit will be available in an emergency starting situation when the ML comes into service, and (d) to the extent that adequate 12 backup supply cannot be secured through formal agreements with Nova Scotia 13 14 Power and New Brunswick Power, conclusion of plans to provide adequate new 15 generation capacity on the IIS that Liberty has concluded will likely be needed 16 pre- and post-Muskrat Falls coming fully into service.

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A. The issues that need to be resolved include all four of those cited in this RFI, but the timetable is less clear. As noted earlier (for example, IC-PUB-011), the near-term operation of the Maritime Link is not restrained by any of these issues. But realization of the full benefits of Muskrat Falls, the Labrador Island Link and the Maritime Link, including assurance that the IIS is as reliable as practical, requires all four of the issues be resolved.