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PUBLIC SERVICE COMMISSION

December 7, 2011

To Whom It may Concern:

Re: Case no. 9214 Request for Proposals – Evaluation of a Request for Proposal for
Generating Capacity Resources Under Long-Term Contract
ADDITIONAL QUESTIONS AND ANSWERS

1. With reference to Exhibit “C” of the model Contract for Differences attached as Attachment 8 to the RFP (“Agreement”), how are respondents to address the issues of performance degradation of the Facility across the term of the Agreement? Are the respondents to provide annual performance levels for each individual year? Or, are the respondents expected to provide a single value that will meet the Agreement performance criteria (Section 3.1 of the Agreement) across the term of the agreement?

A. Respondents are responsible for managing performance under the Agreement. In their proposal, Respondents are required to include a heat rate and target availability for each year of the Agreement. Please see annual Target Availability table and annual Heat Rate table in revised Exhibit C.

2. With reference to Attachment 7 of the RFP, is the information being requested solely to evaluate the economic viability of each respondent’s proposal, or is it the MPSC’s intent that such information would be incorporated into a mutually agreed Contract for Differences as a contractual guarantee? If it would be incorporated into a Contract for Differences, what would take precedence in the event of a conflict between Attachment 7 of the RFP and Exhibit C of the Contract for Differences?

A. The values in Exhibit C of the Agreement must equal the corresponding values provided in Attachment 7.