



**MINISTER RESPONSIBLE
FOR MANITOBA HYDRO**

Legislative Building
Winnipeg, Manitoba, CANADA
R3C 6V8

JAN 13 2011

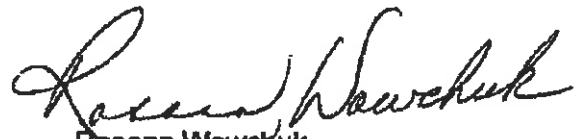
Mr. Victor H. Schroeder,
Chairman, Board of Directors,
Manitoba Hydro
P.O. Box 815 Stn. Main
Winnipeg MB R3C 2P4

Dear Mr. Schroeder,

THE PUBLIC UTILITIES BOARD
Exhibit No. MH-162
Re: MH-ER-2011
July 7/11
DATE SECRETARY.

Further to our discussion about the regulatory processes to be applied to major new hydro generation projects, I can advise that in addition to review and licensing under applicable provincial statutes (including, but not necessarily limited to *The Environment Act* and *The Water Power Act*), it is the provincial government's intention to assign responsibility to an independent body for carrying out an NFAT (Needs For and Alternatives To) assessment of such projects. I trust this information will assist Manitoba Hydro in preparing for regulatory review of such projects as Keeyask and Conawapa.

Sincerely,


Rosann Wowchuk,
Minister