



May 11, 2020

Honourable Jeannie Ehaloak Minister Responsible for Qulliq Energy Corporation Government of Nunavut

Re: Request for Review of Commercial and Institutional Power Producers Pricing Structure (CIPP) Application

Dear Minister Ehaloak,

Pursuant to Section 12 of the Utility Rates Review Council Act, Qulliq Energy Corporation (QEC) requires ministerial approval for an acceptable pricing structure and rates that regulate QEC regarding the purchase of electricity from Commercial and Institutional Power Producers (CIPP) suppliers. The attached application, for your review and consideration, summarizes the support for the CIPP Program.

To responsibly incorporate renewable energy sources into the generation mix, QEC must ensure incremental costs will not be passed on to QEC's customers. The proposed CIPP program pricing structure, based on an avoided cost of fuel required for generation by QEC, will be cost-neutral to ratepayers and offer price certainty to CIPPs, which will assist the CIPP proponents with their investment financing.

We respectfully request your consideration to give permission to move forward with this program.

Sincerely,

Bruno Pereira

President and CEO

Qulliq Energy Corporation

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