



February 4, 2014

The Public Utilities Board of Manitoba  
Attention: Mr. Hollis Singh, Executive Director and Board Secretary  
400 – 330 Portage Avenue  
Winnipeg, MB R3C 0C4

Dear Mr. Singh:

**Re: Public Utilities Board's Needs For and Alternatives To (NFAT) Review of Manitoba Hydro's Preferred Development Plan – Joint Evidence of CAC MB & GAC**

Please find attached the expert evidence of Mr. Philippe Dunsky relating to the role and value of demand side management in Manitoba Hydro's resource planning process.

**Overview of CAC MB / GAC evidence**

Mr. Dunsky's report examines the demand-side management component of Manitoba Hydro's proposed resource plan. Based on a review the evidence available – including Manitoba Hydro's recent potential study and its planned DSM savings – Mr. Dunsky explains how, as a result of the current planning framework, Manitoba Hydro's approach can lead to sub-optimal investments in Demand Side Management and, inversely, to over-investment in new supply. Finally, he develops a set of DSM scenarios, including specific energy (GWh) and capacity (MW) values, as well as unit costs (\$/kWh), to help in the selection of the least-cost path for meeting Manitoba's long-term electricity needs.

**Conclusion**

Thank you for the opportunity to submit this evidence and for your consideration of these comments. Should you have any questions please feel free to contact Bill Gange at 204-953-5401 or Byron Williams at 204-985-8533.

Yours truly,

BILL GANGE  
Counsel to GAC

BYRON WILLIAMS  
Counsel to CAC MB

cc. GAC  
CAC MB  
Interveners  
PUB Counsel  
Manitoba Hydro

Enclosures