

**PROVINCE OF MANITOBA  
MANITOBA WATER STEWARDSHIP**

**SECOND SHORT-TERM EXTENSION LICENCE  
FOR THE DEVELOPMENT OF WATER POWER  
No. 1 Power Site, Laurie River**

Issued to Manitoba Hydro, being a duly incorporated by Act of the Legislature of the Province of Manitoba whose head office address is at 360 Portage Avenue, Winnipeg, Manitoba, R3C 2P4  
Issued in accordance with The Water Power Act (C.C.S.M. c. W60),  
and the Water Power Regulation (M.R. 25/88R).

WHEREAS:

- A. Manitoba Hydro (hereinafter called "the Licensee") is the holder of a Final Licence for the development of water power at the No. 1 Power Site, Laurie River dated June 17, 1958 (a copy of that Final Licence is attached as Schedule "A" to this Second Short-term Extension Licence);
- B. The term of the Final Licence was for a term of forty (40) years from January 1, 1953;
- C. The Licensee by letter dated June 9, 1989 signed by J. F. Funnell, General Counsel and Corporate Secretary, applied for a renewal of the No. 1 Power Site, Laurie River Final Licence;
- D. The Final Licence has not yet been renewed. The Final Licence was extended by a Short-Term Extension Licence, dated November 3, 2010 with a term to and including September 30, 2015. The Licensee has applied by letter dated June 26, 2015 signed by W. V. Penner, Manager, Hydraulic Operations Department, to Rob Matthews, Manager of Water Use Licensing, Manitoba Conservation and Water Stewardship for a renewal of the Short-term Extension Licence for the No. 1 Power Site, Laurie River development in accordance with section 92(6) of the Water Power Regulation and has done all things which, in the opinion of the Director, are required to be done by the Licensee prior to the issuance of this Second Short-term Extension Licence;
- E. It is contemplated that decisions will be made about the application for a renewal of the Final Licence during the term of this Second Short-term Extension Licence.
- F. The Licensee has duly executed an acceptance of the terms and conditions of this Second Short-term Extension Licence and has undertaken to observe and fulfill all the terms and conditions which the Licensee is required to observe and fulfill under this Second Short-term Extension Licence.

This Second Short-term Extension Licence is issued, granting to the Licensee:

- (a) The right to impound divert and use water of the Laurie River at and near the

No. 1 Power Site,

- (b) The right to develop electric power and energy from the said waters,
- (c) The right to generate, transmit, distribute, sell and deliver the said electric power and energy and for that purpose to use and occupy the lands of the Province described in the Final Licence, and
- (d) The right to operate and maintain the undertaking, the location and description of which is shown upon the record plans numbered and filed in the office of the Executive Director at Winnipeg.

on the same terms and conditions as set out in the Final Licence, subject to the following specific terms and conditions:

1. This Second Short-term Extension Licence shall apply from October 1, 2015 to and including September 30, 2020.
2. On the second day of January in each year the Licensee shall pay an annual rental in advance for the use and occupation of lands of the Province described in parts (a), (b), and (c) of Article 4 of the Final Licence at the rates set from time to time by Regulation under *The Water Power Act*.<sup>1</sup>
3. The Licensee shall pay an annual rental for the use of water for the development of power at the rates set from time to time by Regulation under *The Water Power Act* and payable at the times and in the manner provided for by Regulation under *The Water Power Act*.<sup>2</sup>
4. The terms and conditions set out in the Final Licence apply as if set out specifically in this Second Short-term Extension Licences, except where inconsistent with the terms and conditions set out specifically in this document, in which case the terms and conditions set out in this document will apply.
5. The Licensee shall comply with *The Water Power Act* and the Water Power Regulation.

ISSUED at Winnipeg this 26<sup>th</sup> day of August, 2015.

**Original Signed by Tom Nevakshonoff**

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Minister  
Conservation and Water Stewardship

<sup>1</sup> Rental rates for land use are currently set out in s. 48(3.1) of the Water Power Regulation.

<sup>2</sup> Rental rates for the use of water for the development of power are currently set out in s. 48(3.2) of the Water Power Regulation.

**Schedule "A" – Final Licence dated June 17, 1958**