1	Re: 2	2009 Capital Projects Over \$50,000 but less than \$200,000 p. D-75 -
2	Mete	ring Station - Hawke's Bay
3	Q.	NLH classifies the installation of the Metering Station at Hawke's Bay as a
4		mandatory item. Section 18 (2) (b) of the Storage and Handling of Gasoline
5		and Associated Projects Regulations is cited as support for the proposition
6		that a metering station is required to effect compliance with the regulations.
7		
8		a) What is the basis for NLH's conclusion that the installation of a metering
9		station is the only manner in which compliance with the <u>Act</u> and <u>Regulations</u>
10		is possible?
11		
12		b) Why is a metering station necessary to comply with the provisions of 18
13		(2) (b)?
14		
15		c) How many other NLH diesel plants currently possess meter stations
16		comparable to that proposed on page D-75 (sic)?
17		
18		
19	A.	a) Hydro has not drawn the conclusion that the installation of a metering
20		station is the only manner in which compliance with the Act and Regulations
21		is possible. However, no practical alternatives have been identified to
22		generate the withdrawal records required to comply with the requirements of
23		the legislation. For clarification, the proposed installation is identified as a
24		metering 'station' only in the technical sense that it is a particular location
25		where a fuel meter will be installed in an existing pipeline that supplies fuel to
26		the diesel units.

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Page 2 of 2 b) Metering is necessary to comply with the provisions of 18 (2) (b) in order
to measure fuel withdrawn from the fuel storage tanks and consumed by the
gensets. These recorded measurements become the storage tank
withdrawal records required for reconciliation with the fuel receipt records for
the tank.
c) Fuel meters comparable to that proposed on page D-75 are installed at 24
other Hydro diesel plants.