Q. In Board Order No. P.U. 5(2012), page 13, the Board stated that:

"In the circumstances the Board finds that Hydro should proceed to conduct the inspections prior to doing any of the work. After the inspections Hydro can apply for approval to do the work which is shown to be necessary in the circumstances."

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Please explain how, in putting forth this Application, Hydro has complied with the Order of the Board to "...conduct the inspections prior to doing any of the work."

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Α.

In response to Board Order No. P.U. 5(2012), it is Hydro's understanding that there were two inspections to be completed – inspections pertaining to both the gravity fenders and the steel piles and anodes. Hydro maintains that it has completed the required inspections on the gravity fender system. As stated on page 9 of the report, Hydro has engaged Hatch Engineering Ltd. (Hatch) to conduct an inspection of the gravity fenders, on an annual basis, since the implementation of the temporary repairs in 2008. Observations made during the inspections have confirmed that the fenders are seizing, as they are unable to achieve the full range of motion. It is believed that the seizing is due to corrosive buildup on the hinged connections, wear in the pins and plates, and misalignment resulting from the fenders rubbing and leaning against the support piles. As a consequence none of the fenders can be considered fully functional and must be repaired and/or replaced. Due to the structural make-up of the gravity fenders the ability to conduct a detailed "hands-on" inspection is restricted. When assembled, and acting as a single unit, the vast majority of the fender components are hidden from view and, given the sheer size and magnitude of the assembly, dismantling of the system to complete an inspection is impractical. The most viable alternative for

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| measuring the fender condition is achieved through the observation of the fender |
| system under operating conditions – a fully functional fender provides a level of |
| comfort that all components are operating as per the design intent. |
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| With respect to the sacrificial anodes, the cost to replace these components has |
| been removed from the proposal and Hydro has only included a cost to conduct the |
| inspection of the steel piles and anodes. Hydro's request to conduct this |
| inspection, in conjunction with the jetty repairs, is based on a desire to complete |
| the inspection at the lowest possible cost. By grouping the inspection costs within |
| the much larger scope of repair work it is believed that the greatest discount on |
| inspection costs can be achieved. Once Hydro has received the results of the |
| inspection, a determination can be made as to any required future proposal for |

work related to the steel piles and anodes.