Q. Labrador City Terminal Stations: Please explain why the project construction work 1 2 did not substantially commence until 2011. 3 4 5 A. The original concept for the project was to expand the existing Vanier station to 6 accommodate the additional equipment and to re-use the Quartzite station 7 location by staging the construction. 8 9 Following detailed design in 2009, the required sizes of the buildings and the layout 10 of the high voltage electrical equipment were reviewed against the existing Vanier 11 and Quartzite stations. The detailed design required a separate ventilated battery 12 room (a safety issue due to the potential buildup of hydrogen gas) and basic 13 amenities for personnel performing their duties (i.e., washrooms) which did not 14 exist in the original station buildings. 15 16 As a result of the outages required and logistics of doing the work in an existing and 17 operating building which, among other things, required additions to the old metal clad switchgear, in a small metal enclosed building, the decision to expand and 18 19 refurbish the existing Vanier station was not deemed practical or safe. This resulted 20 in the requirement to build a new station for Vanier. A new prefabricated building 21 was chosen to house the protection and control panels, washroom facilities and the 22 required AC and DC station service supplies. Similar to Vanier, it was determined 23 that there was insufficient area within the existing Quartzite location for the 24 required building to accommodate the new equipment. 25 26 In addition to the building requirements, to eliminate the scheduling and safety 27 issues involved with staging the construction of the high voltage equipment within

PR-PUB-NLH-038 NLH 2015 Prudence Review

Pa	ge	2	of	2

1	energized stations, it was decided to procure new land for both Vanier and
2	Quartzite stations.
3	
4	Construction work was delayed to complete the identification of and acquisition of
5	the land required for the new stations. The Quartzite station work required the
6	acquisition of land from the Town of Labrador City. The Vanier station work
7	required Hydro to acquire land from the Iron Ore Company of Canada. These
8	activities were not completed until the middle of 2010.