Q. Please explain how and on what basis Hydro determined to defer 6-year maintenance work on some terminal station transformers and air blast circuit breakers. In the response include how specifically Hydro identified those transformers and air blast circuit breakers whose maintenance was to be deferred, the number of months of deferral and the basis for determining that amount for deferral of maintenance on each transformer and air blast circuit breaker for which maintenance was deferred.

A.

Prior to 2010, Hydro determined its six-year maintenance routines on some terminal station transformers and air blast circuit breakers were behind and initiated a plan to get them all back on a six-year cycle by the end of 2015. The plan was to complete the six-year maintenance routine each year for 1/6 of the total air blast circuit breakers and transformers. The actual units selected to be completed in a given year were selected in the first quarter of the maintenance year, based on the most overdue air blast breakers and the transformers directly associated with generation being the highest priority, and the next priority given to overdue air blast circuit breakers and transformers associated with transmission.

Consideration was also given to: (a) coordination of outage schedules with other known generation and transmission outages; (b) coordination with other planned work such as an overhaul on a circuit breaker, a bushing replacement on a power transformer or a known condition on an air blast breaker or transformer; and (c) minimizing customer outage impacts for a given year. This process of selection was an annual process¹ completed by the Short Term Planning and Scheduling Group in consultation with Work Execution and Long Term Asset Planning. Hydro deferred

.

¹ The decisions for continued deferral were reevaluated every year based on the criteria noted above.

PR-PUB-NLH-052 NLH 2015 Prudence Review

Page 2 of 2

some six-year maintenance on air blast circuit breakers and power transformers in
order to ensure resources were deployed on the most critical work for customer
supply. In particular, Hydro deferred this maintenance where it was necessary to
address unplanned corrective maintenance work due to either: (a) equipment
breakdown or issues identified from equipment testing and inspections; or (b)
addressing unplanned capital work (arising from equipment failure or a
requirement for greater resourcing than originally anticipated for a capital project).