1 Q. Hydro outlines at page 12 that its transient analysis criteria meet NERC
2 requirements with several exceptions. Hydro also states as equipment is replaced,
3 expanded or upgraded, improvements will continue to be considered for further
4 compliance where prudent to do so. Has Hydro determined whether compliance
5 with NERC requirements is something Hydro can delay if Hydro determines an
6 upgrade is not "prudent"?

A.

As outlined in the response to CA-NLH-005, Hydro is still assessing the implications of NERC/NPCC adoption. Hydro's initial assessment suggests that to be consistent with the application of the standards and criteria applied in the North American bulk electric system in the North Eastern Interconnection, Hydro would need to adopt the standards and criteria in only a small portion of its system. At this point Hydro does not foresee it will propose implementing upgrades due to the adoption of these requirements where those upgrades are not prudent for the supply of safe reliable least cost electrical service.