

1 **B-29 Reliability Upgrades-Frequency Converter, \$1,320,200**

2 Q. What environmental legislation is being offended by the current condition of
3 the oil spill containment, the drainage system around the main transformer,
4 and the fire protection?

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7 A. There are no issues of non-compliance of environmental legislation
8 associated with the transformer areas. However, should a leak occur in the
9 transformer, the lack of spill containment would result in a violation of the
10 Environmental Protection Act and the Storage and Handling of Gasoline and
11 Associated Products Regulations. The justification for this project is lowering
12 the level of risk and exercising due diligence in the protection of the
13 environment.

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15 With respect to fire protection, there is no environmental legislation being
16 offended by the current condition. The fire protection systems are proposed
17 as Hydro's normal strategy of protecting its assets and facilities in the event
18 of fire. This is intended to reduce damage by controlling the spread of a fire,
19 to reduce repair costs and to facilitate faster restoration of service to
20 customers.