IN ACCORDANCE WITH THE ENVIRONMENT ACT (C.C.S.M. c. E125)
THIS LICENCE IS ISSUED PURSUANT TO SECTION 11(1) TO:

MANITOBA HYDRO: "the Licencee"

for the construction, operation and maintenance of the Development being the Ilford 138 – 12 kV Station located 6 km. northeast of the Community of Ilford in accordance with the Proposal filed under The Environment Act, dated November 15, 2004, and subject to the following specifications, limits, terms and conditions:

GENERAL TERMS AND CONDITIONS

This Section of the Licence contains requirements intended to provide guidance to the Licencee in implementing practices to ensure that the environment is maintained in such a manner as to sustain a high quality of life, including social and economic development, recreation and leisure for present and future Manitobans.

1. The Licencee shall locate fuel storage and equipment servicing areas established for the construction and operation of the Development a minimum distance of 100 meters from any waterbody, and operate the fuel storage areas in compliance with the requirements of Manitoba Regulation 188/2001 respecting Storage and Handling of Petroleum Products and Allied Products.

2. The Licencee shall, at all times during the construction of the Development, have materials available at the construction sites to contain and recover spills of fuel and other fluids associated with construction machinery.

3. The Licencee shall ensure that non-reusable demolition and construction debris from the Development is disposed of at a waste disposal ground operating under the authority of a permit pursuant to the Waste Disposal Ground Regulation, MR 150/91, or a Licence pursuant to The Environment Act.

**A COPY OF THE LICENCE MUST BE KEPT ON SITE AT THE DEVELOPMENT AT ALL TIMES**
4. The Licencee shall, during construction, dispose of all sewage and septage from on-site sanitary facilities in accordance with the Onsite Wastewater Management Systems Regulation, MR 83/2003.

5. The Licencee shall, during construction and operation of the Development, report spills of fuels or other contaminants to an Environment Officer in accordance with the requirements of Manitoba Regulation 439/87 respecting Environmental Accident Reporting. Any reportable spills shall be reported immediately to Manitoba Conservation’s Accident Reporting Line at 204-944-4888.

6. The Licencee shall, prior to construction, provide a copy of this Licence to each contractor involved in the construction of the Development.

SPECIFICATIONS, LIMITS, TERMS AND CONDITIONS

7. The Licencee shall, prior to commencement of construction activities for the oil containment facilities at the Development, submit to the Director the results of an Oil Containment Assessment. Oil containment Plans and Specifications, as recommended in the Oil Containment Assessment shall be approved by the Director prior to the commencement of construction of the oil containment facilities at the Development.

8. The Licencee shall construct and install the oil containment equipment as described in the Plans and Specifications approved by the Director as required by Clause 7 of this Licence.

9. The Licencee shall, prior to disposal of soil from the salvaged station site, determine acceptable levels of any PCB contaminated soils tested from current CCME guidelines. Manitoba Conservation, Northeast Region, shall be notified of any plans for disposal of contaminated soils and oil from the salvaged transformers, prior to disposal.

REVIEW AND REVOCATION

A. If, in the opinion of the Director, the Licencee has exceeded or is exceeding or has or is failing to meet the specifications, limits, terms, or conditions set out in this Licence, the Director may, temporarily or permanently, revoke this Licence.
B. If, in the opinion of the Director, new evidence warrants a change in the specifications, limits, terms or conditions of this Licence, the Director may require the filing of a new proposal pursuant to Section 11 of The Environment Act.

File: 5070.00