WHENEVER. WHEREVER. We'll be there.



October 3, 2025

Board of Commissioners of Public Utilities P.O. Box 21040 120 Torbay Road St. John's, NL A1A 5B2

Attention: Jo-Anne Galarneau

Executive Director and Board Secretary

Dear Ms. Galarneau:

Re: Approval of a contribution from Newfoundland and Labrador Hydro ("Hydro") towards the cost of relocating portions of Newfoundland Power Inc. ("Newfoundland Power" or the "Company") Transmission Lines 38L and 39L

The Application

Please find enclosed the application of Newfoundland Power Inc. for approval of a contribution from Hydro toward the cost of relocating portions of transmission lines 38L and 39L at the request of Hydro (the "Relocate Request").

38L and 39L Relocation Project

Hydro is the primary supplier of electricity for the Province of Newfoundland and Labrador. In Board Order No. P.U. 17 (2025), Hydro received approval from the Board of Commissioners of Public Utilities (the "Board") for the capital expenditures for the early execution work related to the future construction of the Avalon Construction Turbine. Hydro's early execution capital work includes re-routing some of Newfoundland Power's existing transmission lines to facilitate site construction.

Process Matters

The Relocate Request is proceeding under the *Transmission Line Maintenance* program, approved as part of Newfoundland Power's 2025 Capital Budget Application.¹ This program includes a component to accommodate third-party requests to relocate or replace sections of

Order No. P.U. 27 (2024).

Board of Commissioners of Public Utilities October 3, 2025 Page 2 of 2

transmission lines.² The forecast cost for work associated with the Relocate Request was included in the variance notes for the previously-approved 2025 Transmission Line Maintenance program, filed with the 2025 Capital Expenditure Status Report.³

Newfoundland Power considers the Relocate Request to be a request pursuant to Clause 9(c) of the Company's Schedule of Rates, Rules & Regulations (the "Rates, Rules & Regulations"). Clause 9(c) provides that, when a customer requests the relocation of any Newfoundland Power facility, the customer is required to pay for the estimated cost of the relocation, less any betterment. Section 41(5) of the Public Utilities Act (the "Act") states that Newfoundland Power must seek approval of the Board to collect from Hydro its required contribution to the relocation.

The construction cost of the proposed line relocation less any betterment, based on a detailed engineering estimate, is \$1,012,231 (excluding HST).

Concluding

A draft of the Order requested is enclosed for the Board's convenience. Should you have any questions, please contact the undersigned.

Regards

Siobhan Donovan

Manager Regulatory Affairs

Encl.

See the Company's 2025 Capital Budget Application, Schedule B, page 88.

See the 2025 Capital Expenditure Status Report, Appendix A filed as part of the Company's 2026 Capital Budget Application.

IN THE MATTER OF and the *Public Utilities Act*, RSNL 1990, Chapter P-47 (the "Act") and the *Electrical Power Control Act*, 1994, SNL 1994, Chapter E-5.1 (the "EPCA"); and

IN THE MATTER OF a request by Newfoundland and Labrador Hydro ("Hydro") to relocate portions of Newfoundland Power Inc. ("Newfoundland Power or the "Company") Transmission Lines 38L and 39L (the "Relocate Request"); and

IN THE MATTER OF an application by Newfoundland Power pursuant to section 41 of the Act seeking approval of a contribution from Hydro toward the cost of the relocation.

TO: The Board of Commissioners of Public Utilities (the "Board")

THE APPLICATION OF Newfoundland Power Inc. (the "Applicant") SAYS THAT:

A. Introductory

- 1. Newfoundland Power is a corporation duly organized and existing under the laws of the Province of Newfoundland and Labrador, is a public utility within the meaning of the Act. and is subject to the provisions of the EPCA.
- 2. Newfoundland Power operates transmission lines, distribution lines and substations to deliver electricity to customers throughout its service territory on the island portion of the Province of Newfoundland and Labrador.

B. Transmission Line Relocation

- 3. Hydro is a corporation continued and existing under the *Hydro Corporation Act, 2024,* is a public utility within the meaning of the Act, and is subject to the provisions of the EPCA.
- 4. Hydro is planning to construct a new 150MW Combustion Turbine resource with renewable fuel capabilities on the Avalon ("Avalon CT").
- 5. In Order No. P.U. 17 (2025), Hydro received approval from the Board for the capital expenditures for the early execution work related to the future construction of the Avalon

- CT, which includes re-routing some of Newfoundland Power's existing transmission lines to facilitate site construction.
- 6. Hydro has requested that Newfoundland Power relocate portions of Newfoundland Power's transmission lines 38L and 39L to accommodate the construction of the Avalon CT. Schedule A to this Application contains a detailed drawing of the Transmission Line relocations.
- 7. The Relocate Request will be completed as part of the *Transmission Line Maintenance* program approved as part of Newfoundland Power's *2025 Capital Budget Application* in Order No. P.U. 27 (2024). Accordingly, no approval is requested herein with respect to the capital expenditures associated with the Relocate Request.
- 8. Newfoundland Power considers Hydro's Relocate Request to be a request pursuant to Clause 9(c) of its *Schedule of Rates, Rules and Regulations*. Clause 9(c) requires Hydro to pay for the estimated cost of relocation less any betterment.
- 9. The amount of Hydro's required contribution to the Relocate Request is based on a detailed engineering estimate. The estimated construction cost of the relocation, less any betterment, is \$1,012,231 not including applicable HST. Schedule B to this Application sets out the calculation of Hydro's required contribution to the costs of the Relocate Request.
- 10. Pursuant to subsection 41(5) of the Act, Newfoundland Power is required to apply to the Board for approval to collect from Hydro its required contribution to the Relocate Request.
- 11. Newfoundland Power therefore requests that the Board approve the contribution from Hydro toward the cost of the relocation all as calculated in Schedule B to this Application.
- 12. Communications with respect to this Application should be forwarded to the attention of Siobhan Donovan, Manager Regulatory Affairs at Newfoundland Power.

DATED at the City of St. John's, Newfoundland and Labrador, this 3rd day of October, 2025.

NEWFOUNDLAND POWER INC.

Siobhan Donovan, Manager Regulatory Affairs

Newfoundland Power Inc.

P.O. Box 8910

55 Kenmount Road

St. John's, NL A1B 3P6

Telephone: (709) 853-6251 Telecopier: (709) 737-2974 IN THE MATTER OF and the *Public Utilities Act*, RSNL 1990, Chapter P-47 (the "Act") and the *Electrical Power Control Act*, 1994, SNL 1994, Chapter E-5.1 (the "EPCA"); and

IN THE MATTER OF a request by Newfoundland and Labrador Hydro ("Hydro") to relocate portions of transmission lines (the "Relocate Request"); and

IN THE MATTER OF an application by Newfoundland Power Inc. ("Newfoundland Power" or the "Company") pursuant to section 41 of the Act seeking approval of a contribution from Hydro toward the cost of the relocation.

AFFIDAVIT

- I, Michael Comerford, of the City of Mount Pearl, in the Province of Newfoundland and Labrador make oath and say as follows:
- 1. That I am Director, Planning and Supply of Newfoundland Power Inc.;
- 2. That I have read and understand the foregoing Application; and
- 3. That, to the best of my knowledge, information and belief, all matters, facts and things set out in this Application are true.

SWORN to before me at the

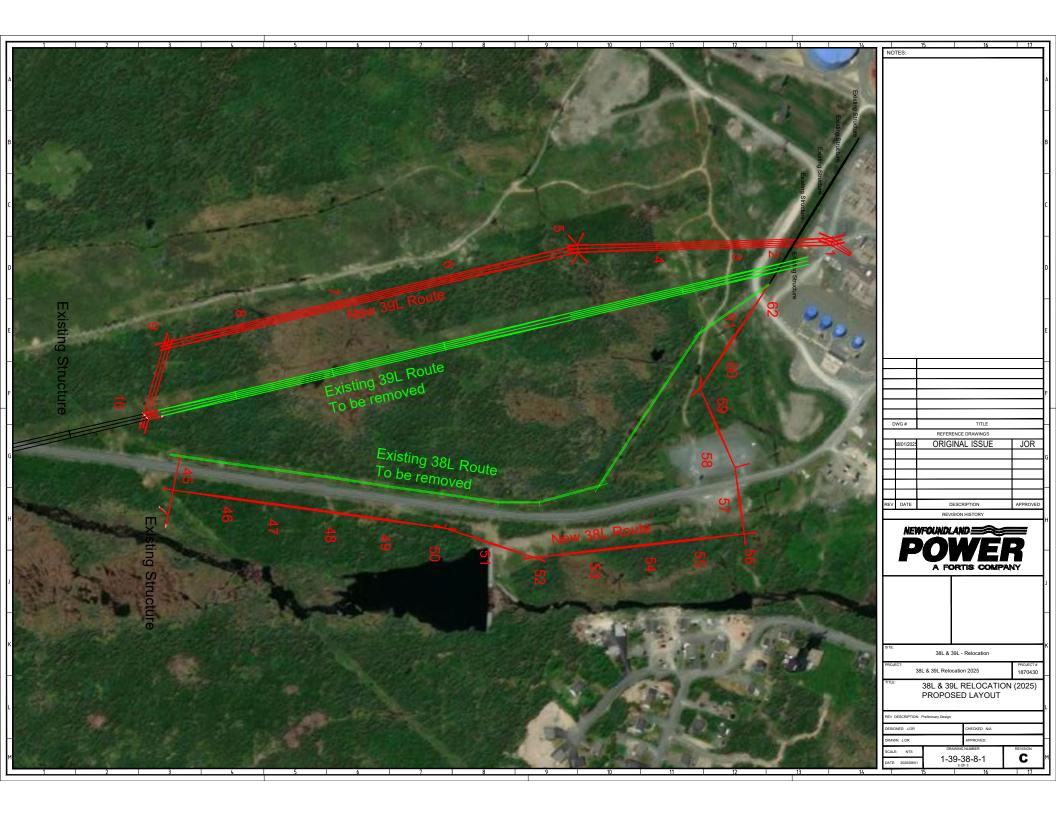
City of St. John's, in the

Province of Newfoundland and Labrador on this 3rd day of October, 2025:

Siobhan Donovan

Barrister, NL

Michael Comerford, P. Eng



CONTRIBUTION IN AID OF CONSTRUCTION TRANSMISSION RELOCATION

Customer:Newfoundland and Labrador HydroLocation:Thermal Plant Road, Holyrood

Basis of Estimate Relocate Transmission Line 38L

Relocate Transmission Line 39L

| Transmission Line 38L Relocate | \$ 684,763 |
|---------------------------------------|-----------------|
| Transmission Line 39L Relocate | \$ 924,968 |
| Total Construction Cost | \$ 1,609,731 |
| Less: Remaining Life Credit | \$ (597,500) |
| Contribution by Customer ¹ | \$ 1,012,231 |

¹ If actual construction costs differ from the estimate, the Customer will be charged (or refunded) for that amount.

CONTRIBUTION IN AID OF CONSTRUCTION TRANSMISSION RELOCATION

Customer: Newfoundland and Labrador Hydro Location: Thermal Plant Road, Holyrood Basis of Estimate Relocate Transmission Line 38L Poles and Framing \$ 141,034 Tree Trimming/Brush Clearing \$ 45,864 9,138 Surveying \$ **Total Material & Other Costs** 196,036 **Labour Costs** Labour (NL Power) 85,764 \$ Contract Labour \$ 333,551 **Total Labour Costs** \$ 419,315 Total Material, Labour & Other Costs \$ 615,351 GEC (4%) 24,614 \$ **Total Construction Costs** \$ 639,965 Operating & Maintenance (7.0%) \$ 44,798 **Total Costs** \$ 684,763 Less: Remaining Life Credit \$ (349,218)**Total CIAC** \$ 335,545

¹ Based on factor of 81.8% for 57-year old transmission line.

CONTRIBUTION IN AID OF CONSTRUCTION TRANSMISSION RELOCATION

Customer: Newfoundland and Labrador Hydro Location: Thermal Plant Road, Holyrood Basis of Estimate Relocate Transmission Line 39L Poles and Framing \$ 299,656 45,864 Tree Trimming/Brush Clearing Surveying \$ 12,198 **Total Material & Other Costs** 357,718 **Labour Costs** Labour (NL Power) 66,578 \$ Contract Labour 406,912 \$ 473,490 **Total Labour Costs** \$ Total Material, Labour & Other Costs \$ 831,208 GEC (4%) 33,248 \$ **Total Construction Costs** \$ 864,456 Operating & Maintenance (7.0%) 60,512 \$ **Total Costs** 924,968 \$ Less: Remaining Life Credit \$ (248, 282)\$ 676,686 **Total CIAC**

¹ Based on factor of 68.9% for 48-year old transmission line.

NEWFOUNDLAND AND LABRADOR BOARD OF COMMISSIONERS OF PUBLIC UTILITIES

AN ORDER OF THE BOARD

NO. P.U. _(2025)

| l | IN THE MATTER OF and the <i>Public Utilities Act,</i> |
|----|---|
| 2 | RSNL 1990, Chapter P-47 (the "Act") and the |
| 3 | Electrical Power Control Act, 1994, SNL 1994, |
| 4 | Chapter E-5.1 (the "EPCA"); and |
| 5 | |
| 6 | IN THE MATTER OF a request by Newfoundland |
| 7 | and Labrador Hydro ("Hydro") to relocate portions |
| 8 | of transmission lines (the "Relocate Request"); and |
| 9 | |
| 10 | IN THE MATTER OF an application by |
| 11 | Newfoundland Power Inc. ("Newfoundland Power" |
| 12 | or the "Company") pursuant to section 41 of the |
| 13 | Act seeing approval of a contribution from Hydro |
| 14 | toward the cost of the relocation. |
| 15 | |
| 16 | WHEREAS Newfoundland Power is a corporation duly organized and existing under the |
| 17 | laws of the Province of Newfoundland and Labrador, is a public utility within the meaning |
| 18 | of the Act, and is also subject to the provisions of the EPCA; and |
| 19 | |
| 20 | WHEREAS Hydro is planning to construct a new 150MW Combustion Turbine resource |
| 21 | with renewable fuel capabilities on the Avalon Peninsula ("Avalon CT"); and |
| 22 | |
| 23 | WHEREAS In Order No. P.U. 17 (2025), Hydro received approval from the Board for the |
| 24 | capital expenditures for the early execution work related to the future construction of the |
| 25 | Avalon CT; and |
| 26 | |
| 27 | WHEREAS Hydro's Relocate Request entails the relocation of a portion of Newfoundland |
| 28 | Power's transmission lines 38L and 39L, to accommodate the construction of the Avalon CT; |
| 29 | and |

| 1 | | | | |
|----------|--|--|--|--|
| 2 | WHEREAS as per Clause 9 (c) of the Newfoundland Power Inc. Schedule of Rates, Rules & | | | |
| 3 | Regulations (the "Rates, Rules & Regulations") provides that, when a customer requests the | | | |
| 4 | relocation of any Newfoundland Power facility, the customer is required to pay for the | | | |
| 5 | estimated cost of the relocation less any betterment; and | | | |
| 6 | | | | |
| 7 | WHEREAS the estimated construction cost of the relocation, less any betterment, is | | | |
| 8 | \$1,012,231 excluding HST and subsection 41 (5) of the Act states that Newfoundland | | | |
| 9 | Power shall not collect the contribution from Hydro without the prior approval of the | | | |
| 10 11 | Board; | | | |
| 12 | IT IS THEREFORE ORDERED THAT: | | | |
| 13 | | | | |
| 14 | Pursuant to section 41(5) of the Act, the Board approves the contribution from Hydro | | | |
| 15 | towards the cost of the relocation, in the amount of \$1,012,231 excluding HST; and | | | |
| 16 | | | | |
| 17 | Newfoundland Power shall pay all expenses of the Board arising from this Application. | | | |
| | DATED at the City of St. John's, Newfoundland and Labrador, this day of, 2025 | | | |
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| | Jo-Anne Galarneau | | | |
| | Executive Director and Board Secretary | | | |