

September 23, 2025

lane.myatt@nspower.ca

Lana Myatt
Senior Regulatory Analyst
Nova Scotia Power Inc.
1223 Lower Water Street
Halifax, NS B3J 3S8

Dear Ms. Myatt:

**M12374 - Nova Scotia Power Inc. - CI C0017098 – Ragged Lake Generator Replacement
- \$1,681,714 (FIN)**

The Board has reviewed Nova Scotia Power Inc.'s (NS Power's) letter of July 7, 2025, requesting approval of the following final cost work order:

		Approved Amount	Final Cost	Variance
CI C0017098	Ragged Lake Generator Replacement	\$2,229,267	\$1,681,714	(\$547,553)

This capital item was originally approved by the Board on October 19, 2020.

The Board understands that the positive variance is primarily due to the project being less technically complex than originally estimated, allowing NS Power to use internal resources instead of higher cost contract labour, resulting in savings of approximately \$579,000 in labour, overhead, and consulting costs. Additionally, the \$152,000 contingency was not used. These savings offset a \$352,000 increase in material costs driven by post COVID-19 price fluctuations.

The Board is satisfied that the under expenditure on this project is reasonable and approves the final cost of \$1,681,714 for this work order, a reduction of \$547,553 from the original approved cost.

Yours very truly,


Bruce Fisher, MPA, CPA

Member

NSEB APPROVAL SHEET

Project Title: Ragged Lake Generator Replacement

CI Number: C0017098

Date: July 7, 2025

Expenditure Profile			Type of Filing	
Year	Budget Amount	Project Estimate	☐	Capital Project Authorization
2019	40,065	40,065	☐	Unforeseen and Unbudgeted (U&U)
2020	232,318	24,899	☐	Planned & Advanced (P&A)
2021	1,558,075	196,628	☐	Subsequent Approval Item
2022	398,808	842,380	☐	Authorization to Overspend (ATO)
2023		538,777	☐	Scope Change
2024		8,384	☒	Final Cost (FIN)
2025		30,582		
Total	\$2,229,267	\$1,681,714		

COMMENTS

Approved	\$2,229,267
Current Amount	<u>\$1,681,714</u>
Variance	<u>-\$547,553</u>

Submitted on behalf of NOVA SCOTIA POWER INCORPORATED



Authorized Signatory
Dave Pickles
Chief Operating Officer

DATE
July 4, 2025

Approved on behalf of NOVA SCOTIA ENERGY BOARD



DATE
September 23, 2025