

May 5, 2026

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Dear Ms. Power:

M12551 – 2026 Annually Adjusted Rates – Initiation of Stakeholder Engagement

NS Power wrote to advise the Board on April 30, 2026, that it has taken initial steps to comply with the Board's directive arising from the 2026 Annually Adjusted Rates (AARs) matter M12551. Specifically, NS Power indicated that it has commenced engagement regarding potential tariff amendments associated with issues raised by Renewall Energy Inc., including cost allocation, the implementation of monthly marginal cost pricing, and the addition of a true-up mechanism. NS Power further noted that consultation began with Renewall and a plan for subsequent steps is under development.

The Board acknowledges that progress is being made in respect of this directive and understands that Renewall has received the 2024-2025 Marginal Cost information it requested. NS Power also indicated that it is assessing the potential incorporation of monthly marginal cost pricing and/or a true-up mechanism within the Renewable to Retail associated AARs. The outcome of this assessment is expected to inform the scope of an application to amend the Renewable to Retail tariffs.

The Board directs NS Power to file a further update on its progress in satisfying this directive no later than Monday June 15, 2026. In the interim, NS Power is expected to keep stakeholders informed of its progress.

Yours very truly,



Crystal Henwood
Clerk of the Board

c. William L. Mahody, K.C., Board Counsel
Participants M12551