

June 24, 2026

lane.myatt@nspower.ca

Lana Myatt
Manager, Regulatory Capital
Nova Scotia Power Inc.
1223 Lower Water St.
P.O. Box 910
Halifax, NS B3J 2W5

Dear Ms. Myatt:

M12897 - Nova Scotia Power Inc. - CI C0069166 - POT Turbine Valve Refurbishment - \$1,544,021

On June 11, 2026, Nova Scotia Power Inc. (NS Power) filed an application with the Nova Scotia Energy Board (Board) seeking approval for the POT Turbine Valve Refurbishment project. The Board considers the application as a Subsequent Approval Item project.

NS Power stated that the project was deemed in service as of October 2025, with a final cost reconciliation date targeted for December 2026. At the time of the application, the project cost is estimated to be \$1,544,021.

The Board accepts, as filed, the confidential portions of the work order submission. This capital item covers the refurbishment of the Point Tupper Generating Stations Unit 2's main steam emergency stop valves, governor valves, reheat emergency stop valves and reheat intercept valves. The main steam valves are critical assets within the turbine control system, essential for regulating steam flow to manage generator power output and providing vital overspeed protection. Consequently, ensuring their proper functionality and reliability is fundamental to maintaining the safety, operational integrity, and peak efficiency of the unit.

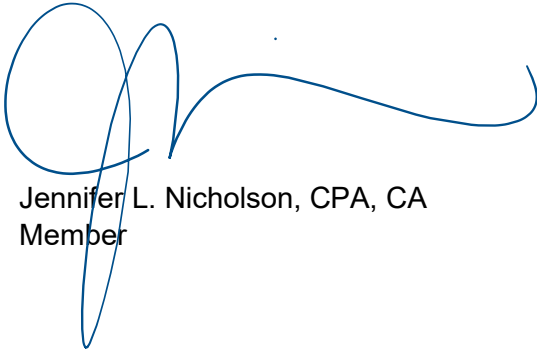
The project timing aligns with NS Power's preventive maintenance strategy and the original equipment manufacturer's recommendations, dictated by cumulative operating hours accrued since the previous overhauls in 2019 and 2021.

The project is \$1,328,577 lower than the estimate reported in the 2025 ACE Plan. The cost reduction is primarily driven by lower than anticipated material costs, as the physical condition of the valves required fewer component replacements than originally forecasted.

Based on the information provided, the Board accepts that this project is necessary and finds the associated costs to be justified and reasonable. Accordingly, the Board approves NS Power's request for \$1,544,021, in relation to this work order.

The Board reminds the utility that the inclusion of a capital project in the ACE Plan does not signify Board approval, and NS Power must submit applications before project commencement. The purpose of this regulatory oversight is to ensure that capital spending is just, reasonable, and provides value to ratepayers. Proceeding without prior approval risks the exclusion of these project costs from the rate base.

Yours very truly,

A handwritten signature in blue ink, consisting of a large loop followed by a series of connected loops and a long horizontal stroke.

Jennifer L. Nicholson, CPA, CA
Member





NSEB APPROVAL SHEET

Project Title: POT Turbine Valve Refurbishment

CI Number: C0069166

Date: June 11, 2026

Expenditure Profile			Type of Filing	
Year	Budget Amount	Project Estimate	☒	Capital Project Authorization
2025	2,529,633	1,544,021	☐	Unforeseen and Unbudgeted (U&U)
2026	342,965		☐	Planned & Advanced (P&A)
			☒	Subsequent Approval Item
			☐	Authorization to Overspend (ATO)
			☐	Scope Change
			☐	Final Cost (FIN)
Total	\$2,872,598	\$1,544,021		

COMMENTS

Submitted on behalf of NOVA SCOTIA POWER INCORPORATED

Authorized Signatory
Dave Pickles
Chief Operating Officer

DATE
June 11, 2026

Approved on behalf of NOVA SCOTIA ENERGY BOARD

DATE
June 24, 2026