

September 16, 2026

lane.myatt@nspower.ca

Lana Myatt
Manager, Regulatory Capital
Nova Scotia Power Inc.
PO Box 910
Halifax, NS B3J 2W5

Dear Ms. Myatt:

M13016 – Nova Scotia Power Inc. – CI C0059046 – 101S and 79N Reactor Replacements – \$827,209 (FIN)

The Board has reviewed Nova Scotia Power Inc.'s (NS Power) letter dated August 4, 2026, requesting approval of the following final cost work order:

	<u>Approved Amount</u>	<u>Revised Cost</u>	<u>Variance</u>
CI C0059046 - 101S and 79N Reactor Replacements	\$1,460,062	\$827,209	\$(632,853)

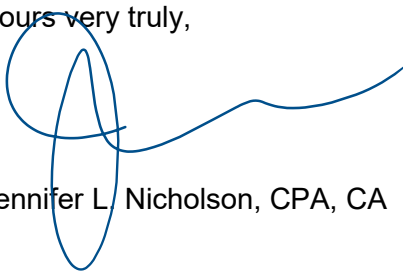
This capital item was originally approved by the Board in NS Power's 2024 Annual Capital Expenditure Plan (ACE Plan).

The Board understands that the reduction of \$632,853 from the approved budget is primarily attributable to design changes that allowed existing reactor pedestals and infrastructure to be reused eliminating the need for new pedestal fabrication and installation. Further savings resulted from lower reactor procurement costs as the reactors designated for 79N were smaller in size and consequently lower in cost than the 101S reactors used for the project estimate. These savings were partially offset by additional costs related to crane services, relocating the reactors and the completion of an external insulation coordination study to support long-term reliability and reduce the likelihood of future reactor failures.

The Board notes that the final work on this project was completed in December 2024 requiring the FIN to be filed by June 2025. In this application, NS Power recognizes that the FIN was submitted late. NS Power indicated that this project was completed while systems were being restored following the cyber event and that more time was required to validate and confirm actual expenditures for this project. While the Board acknowledges this explanation, it notes that a delay of this magnitude is not appropriate and emphasizes the importance of timely FIN submissions to ensure regulatory compliance.

The Board is satisfied that the under expenditure on this project is reasonable and approves the final cost of \$827,209 for this work order, a reduction of \$632,853 from the original approved cost.

Yours very truly,

A handwritten signature in blue ink, consisting of a large loop followed by a series of smaller loops and a trailing line.

Jennifer L. Nicholson, CPA, CA



NSEB APPROVAL SHEET

Project Title: 101S and 79N Reactor Replacements

CI Number: C0059046

Date: August 4, 2026

Expenditure Profile			Type of Filing	
Year	Budget Amount	Project Estimate	☐	Capital Project Authorization
2023	857	866	☐	Unforeseen and Unbudgeted (U&U)
2024	-	801,684	☐	Planned & Advanced (P&A)
2025	1,459,205	24,754	☐	Subsequent Approval Item
2026		(94)	☐	Authorization to Overspend (ATO)
			☐	Scope Change
			☒	Final Cost (FIN)
Total	\$1,460,062	\$827,209		

COMMENTS

Approved	1,460,062
Current Submission	\$827,209
<u>Variance</u>	<u>(\$632,853)</u>

Submitted on behalf of NOVA SCOTIA POWER INCORPORATED

David Pickles

Approved on behalf of NOVA SCOTIA ENERGY BOARD



Authorized Signatory
Dave Pickles
Chief Operating Officer

DATE
08042026

DATE
September 16, 2026