1 2 3 4 5 6 7	Q.	(R an a) b)	eference Application Schedule B, Feeder Additions for Load Growth, pages 7 d 9) Are rooftop solar or wind viable alternatives for off-loading feeders? In Table 1, the total budget is stated at \$2,811,000. Of this amount \$516,000 is referenced as "Other" in the Cost Categories. Please provide the specifics of these "Other Costs".
8 9 10 11 12 13 14	Α.	a)	No, Newfoundland Power does not consider rooftop solar or wind to be viable alternatives for off-loading feeders at this point in time. <sup>1</sup> The Company continues to monitor penetration of customer-owned generation and battery storage through its Net Metering program, as well as the impact of customer-owned generation on feeder loading in general. At this time, penetration of customer-owned generation and battery storage remains low.
15 16 17 18 19 20 21		b)	The \$516,000 of "Other" costs are associated with the BVS-04 project and were calculated incorrectly. <sup>2</sup> Portable generation that is required to minimize customer outages during the upgrade of BVS-04 amounting to \$110,000 belongs in the "Other" Cost Category. The remaining \$406,000 for internal and contract labour and material contingency should have been allocated to those cost categories. For consistency purposes, Table 1 shows a revised breakdown of <i>Feeder Additions for Load Growth</i> project costs.

Table 1 Feeder Additions for Load Growth Project 2024 Project Cost (\$000s)							
Cost Category	BVS-04	OXP-01	PUL-02	Total			
Material	309	148	160	617			
Labour – Internal	560	144	189	893			
Labour - Contract	453	157	228	838			
Engineering	304	21	28	353			
Other	110	0	0	110			
Total	1,736	470	605	2,811			

<sup>&</sup>lt;sup>1</sup> Rooftop solar and wind alternatives are not currently viable from both a technical and financial standpoint. Newfoundland Power's system peak typically occurs during the winter and often in the evening times. In addition, wind generation is often intermittent. In order to achieve offloading during peak times, these alternatives would also require battery storage solutions. From a financial perspective, battery storage alternatives were evaluated for each of the proposed *Feeder Additions for Load Growth* projects and were determined to not be least cost.

<sup>&</sup>lt;sup>2</sup> See Newfoundland Power's *2024 Capital Budget Application, 1.2 Feeder Additions for Load Growth,* page 14, Table 1.