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Q. (Reference Application) On April 21, 2023, NL Hydro filed with the Board a report entitled "Wood Pole Line Management Program – Progress Report". The report concludes (page 12)

"Hydro's WPLM Program is achieving the goals of increasing reliability, extending asset life, reducing Hydro's environmental footprint and reducing total cost of ownership. Hydro is projecting an average life extension of its transmission wood pole plant of at least 17 years beyond the benchmark Iowa-50 survival curve. Hydro's WPLM Program is well aligned with best practices used in the industry. Hydro's assessment demonstrates that the cost of the WPLM Program is well justified by cost avoidance savings through reduced in-service failures and reduced unplanned repair costs, as well as reliability improvements and life extension of existing pole plant assets. In addition, the program has been effective in preventing the premature retirement of viable components which still have continued life expectancy."

On June 28, 2023 NP filed with the Board comments on NL Hydro's report. NP states that it has "initiated discussions with Hydro and has further meetings planned with Hydro's technical and engineering staff to better understand the potential benefits of a chemical re-treatment program for Newfoundland Power's transmission line wood poles." NP goes on to identify examples of the types of information it will be seeking from Hydro and states:

- "Newfoundland Power is currently undertaking a review of its asset management practices to ensure its practices continue to be adequate, given the age of its electrical system, and remain consistent with industry best practice. This review will include an assessment of the Company's transmission line asset management practices including its capital investment and maintenance programs. The potential implementation of a wood pole chemical re-treatment program for the Company's transmission assets would be considered in the full context of the lifecycle management of the Company's transmission assets. The review will also ensure any changes to the Company's transmission line asset management practices are consistent with utility best practice."
- a) Is NP in favour of implementing a wood pole line management program similar to that of Hydro following completion of its asset management review?
- b) Please identify NP capital and maintenance projects/programs that might be impacted by the introduction of a wood pole line management program similar to Hydro's.
- a) Newfoundland Power already has an established maintenance program for its transmission lines similar to Newfoundland and Labrador Hydro's *Wood Pole Line Management* program.
  - Transmission lines are inspected and maintained as a part of the Company's *Transmission Line Maintenance* program. This program, as outlined in *Schedule B* of

the Company's 2025 Capital Budget Application addresses the remediation and replacement of transmission line infrastructure that has failed or is at risk of failure. In addition, the Company has introduced a Wood Pole Retreatment project as part of its 2025 Capital Budget Application. Wood pole retreatment is also a component of Hydro's Wood Pole Line Management Program.

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b) See part a).