Supplement Request Form

Project Title: 2022/2023 ROW Priority 3 Poles	**Project Number:** CD01753
Date Prepared: 11/13/2023	**Company:** Eversource CT
Organization: Distribution Engineering	**Class(es) of Plant:** D Line
Project Initiator: [redacted]	**Project Category:** ROW Lines
Project Manager: [redacted]	**Project Type:** Specific
Project Sponsor: [redacted]	**Project Purpose:** Complete priority 3 pole fixes in ROWs
Estimated in service date: 12/31/2023	**Capital Investment part of original Operating Plan:** Yes
Current Authorization Amount: $6,514.3K	**O&M Expenses part of request:** No
Supplement Request: $9,322.9K	**Other:**
Total Request: $15,837.4K	

Supplement Justification

Project CD01753 was presented and approved for a full funding of $6,514.3K capital dollars. An additional $9,322.9K is being requested for a total of $15,837K. Several factors contributed to the added cost of the project. The biggest impact to the project was the scope change. This project originally called for the replacement of 194 right-of-way poles and an additional 202 poles were replaced. This ROW work required matting and clearing to access the poles. Due to the high cost of accessing the ROW, it was decided that damaged adjacent poles or poles that were in the line of access would also be replaced. This would eliminate the cost of accessing the ROW for those pole replacements in the future.

Justification for Additional Resources

Project CD01753 was presented and approved for a full funding of $6,514.3K capital dollars. A further $9,322.9K is being requested to complete the project due to the following items that were not originally captured on the work orders:

- Significant mowing and matting were required for some ROWs.
- Caisson covers had to be used when setting some poles in some areas.
- Given the significant spend for matting in the ROWs, several additional ROW poles were addressed under this project rather than having to go back and absorb the access cost again in the future. This additional work was captured with the designers in the “As Built”. Records show that 194 locations were originally written to be addressed but an additional 202 locations were addressed in the ROWs.

The prior authorized Full Funding PAF is shown in Attachment A

Supplement Cost Summary

Capital Costs	Prior Authorized	Supplemental Request	Total
Direct Capital Costs			
Internal Labor	277.8	397.6	675.4
Outside Services	2,290.4	3,277.8	5,568.2
Materials	913.9	1,307.9	2,221.8
Removals	826.0	1,182.1	2,008.1
Risk and Contingency	-	-	-
Other	18.6	26.5	45.1
Subtotal	**4,326.6**	**6,191.9**	**10,518.6**
Indirect Capital Costs			
Indirect/Overheads (including benefits)	2,084.1	2,982.7	5,066.8
Capitalized interest or AFUDC, if any	103.7	148.3	252.0
Subtotal	**2,187.8**	**3,131**	**5,318.8**
Total Customer Contribution	-		
Total Capital Project Costs	**6,514.3**	**9,322.9**	**15,837.4**

Attachment "A": Full Funding PAF

Operations Project Authorization Form

Date Revised: October 8, 2021	**Project Title: ROW Priority 3 Poles**
Company/ies: Eversource CT	**Project ID Number: CD01753**
Organization: Distribution	**Class(es) of Plant: Distribution**
Project Initiator: [redacted]	**Project Category: ROW Lines**
Project Manager: [redacted]	**Project Type: Specific**
Project Sponsor: [redacted]	**Project Purpose: System Resiliency**
Estimated in service date: 12/31/2022	**If Transmission Project: PTF? N/A**
Eng. /Constr. Resources Budgeted? Y	**Capital Investment Part of Original Operating Plan? Y**
Authorization Type: Preliminary Engineering	**O&M Expenses Part of the Original Operating Plan? Y**
Total Request: $6,750K	

Financial Requirements:

Project Authorization
ERM: _____

FP&A: _____

Executive Summary

Approximately 500 linear miles of Distribution ROW have been inspected by drones in Connecticut. The damage found has been recorded and prioritized. This project is being presented to secure funding to address 194 Priority 3 findings in 2022. The Priority 1 and Priority 2 poles were addressed in 2021 under project CD01678.

The drone inspections produced 4,765 findings mostly associated with broken / rotted poles and crossarms. All these locations were reviewed by Eversource's engineers and the prioritization was verified and/or corrected. Priority 3 ranking was given to 502 locations

The plan is to address the priority 3 locations over three years – 194 will be addressed under this project in 2022 and the remaining 308 will be addressed under a separate projects in 2023 (CD01866) and 2024 (CD01867).

Row Labels	2022	2023	2024	Grand Total
Central	97	143	30	270
Eastern	79	55	44	178
Western	18	2	34	54
Grand Total	194	200	108	502

Project Costs Summary
Note: Dollar values are in thousands

	Prior Authorized	2022	2023	2024+	Totals
Capital Additions - Direct	$0	$3,592	$0	$0	$3,592
Removals net of Salvage ____%	$0	$840	$0	$0	$840
Total - Direct Spending	$0	$4,432	$0	$0	$4,432
Capital Additions - Indirect	$0	$1,959	$0	$0	$1,959
Subtotal Request	$0	$6,391	$0	$0	$6,391
AFUDC	$0	$127	$0	$0	$127
Total Capital Request	$0	$6,518	$0	$0	$6,518
O&M	$0	$232	$0	$0	$232
Total Request	$0	$6,750	$0	$0	$6,750

Financial Evaluation
Note: Dollar values are in thousands

Direct Capital Costs	2022	2023	2024+	Total
Straight Time Labor	$123	$0	$0	$123
Overtime Labor	$26	$0	$0	$26
Outside Services	$3,656	$0	$0	$3,656
Materials	$620	$0	$0	$620
Other, including contingency amounts (describe)	$8	$0	$0	$8
Total Direct Costs	**$4,432**	**$0**	**$0**	**$4,432**

Indirect Capital Costs	2022	2023	2024+	Total
Indirects/Overheads (including benefits)	$1,959	$0	$0	$1,959
Capitalized interest or AFUDC, if any	$123	$0	$0	$123
Total Indirect Costs	**$2,082**	**$0**	**$0**	**$2,082**
Total Capital Costs	**$6,514**	**$0**	**$0**	**$6,514**
Less Total Customer Contribution	**$0**	**$0**	**$0**	**$0**
Total Capital Project Costs	**$6,514**	**$0**	**$0**	**$6,514**
Total O&M Project Costs	**$236**	**$0**	**$0**	**$236**

Total Project Cost	**$ 6,750**	**$ -**	**$ -**	**$ 6,750**

Technical Justification:

Project Need Statement
The priority 3 damages from the Drone Inspection need to be addressed in 2022, 2023 and 2024. This project seeks to obtain financial approval to address the first 194 priority 3 issues in 2022, with the remaining 308 to be addressed in 2023 and 2024.

Project Objectives
This project is being presented to gain approval to begin correcting the priority 3 defects along the inspected ROWs.

Project Scope
ROW inspection data collected by 2020 inspection yielded the scope of work for this three-year project. WRs will be written to correct the first 194 Priority 3 defects across the State – 97 will be corrected in the central region, 79 in the Eastern region and the remaining 18 in the Western region. The project will include detailed engineering designs to include accessing the ROW (defining entry points, creating roads, clear cutting brush,

installing matting etc.), environmental mitigation, railroad permitting, landowner consent, tree trimming. If / when extensive work is needed to access the pole, the work orders will include changing out any Priority 4/5 or newly identified damaged poles along the access route. All ROW poles will be replaced with a Class 1 or larger steel poles.

Background / Justification
Due to accessibility issues at times, ROW line faults usually take quite a while to be repaired. ROW faults at the very least usually place a lot of customers in 'single contingency' – if not causing a complete outage. These drone inspections are capturing defects that often times are not easily seen from the ground. The priority 3 defects pose a threat to the affected circuit's reliability.

Business Process and / or Technical Improvements:
Being proactive and addressing these imminent dangers to Eversource's ROW circuits will result in improved reliability for these circuits, and the distribution system as a whole.

Alternatives Considered with Cost Estimates
Although doing nothing may be considered an option, due to the identified condition of the poles in the ROW action is required to repair and/or replace.

Project Schedule

Milestone/Phase Name	Estimated Completion Date
Design	February, 2022
Final Estimate	March, 2022
Award & Construction Start	March, 2022
Construction Completion	December 2022

Regulatory Approvals
None

Risks and Risk Mitigation Plans

Risk Event	Risk Horizon	Likelihood of Occurrence	Risk Mitigation
Actual cost higher than estimated due to scope changes.	2022	Low	Included higher number of defective pole replacements in estimate to reduce changes during design.
Construction resources / storm delays	2022	Medium	Use competitive bidding to ensure lowest outside labor cost. Bid early in the year to allow long construction period.

Materials shortage or long lead times	2022	Low	Pre-order long lead time material; minimize the use of non-standard and non-stocked material.

References
None

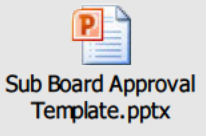
Attachments (One-Line Diagrams, Images, etc.)

Subsidiary Board Approval Package Template

Template for Capital Project Review and Approval by a Subsidiary Board

[Sponsoring Operating Unit or Corporate and Shared Services Group] [Project Title]
Capital Project Review and Approval

[Subsidiary] Board of Directors [Sponsoring Officer] [Date of Submission]



Note: to save, complete and print the template, please right click on the above icon and select Presentation Object and Open