Supplement Request Form

Date Prepared: 02/12/2019	Project Title: CL+P Capitalized Storm Costs 2016
Company/Companies: CL+P	Project ID Number: STRM16CP
Organization: CT Field Operations	Plant Class/(F.P.Type): Distribution
Project Initiator: [redacted]	Project Type: Specific
Project Owner/Manager: [redacted]	Project Category: Major Storm
Project Sponsor: [redacted]	Project purpose: Capitalization of Storm Costs
Current Authorized Amount: $1,350K	Estimated in service date(s): 08/31/2016
Supplement Request: $1,389K	
Total Request: $2,739K	

Project Authorization Supplement Justification

This request is for supplemental funding in the amount of $1,389K for the capitalization of 2016 storm restoration costs for CL+P.

Project Need Statement *(Description of Issue)*

In 2016 CL+P experienced 8 major storm events that included capitalized costs. The capitalization of storm costs was based on a units of property model that pulls out property units from the materials charged to the storm work orders. The installed cost for these PU's is based on taking the engineering standard for labor hours required to install these PU's and then estimates the hourly labor cost based on a combination of straight-time labor, overtime labor and contractor labor. The source labor ratio is based on historical average. The capitalized costs by storm event are listed below:

Work Order	Storm Event	Amount
MS16BCAP	Major Storm 02/05/2016	$ 550,928.53
MS16DCAP	Major Storm 02/16/2016	$ 204,323.88
MS16ECAP	Major Storm 02/25/2016 to 02/27/2016	$ 1,068,178.10
MS16GCAP	Major Storm 04/03/2016	$ 519,519.99
MS16JCAP	Major Storm 08/11/2016	$ 117,702.14
MS16KCAP	Major Storm 08/12/2016	$ 38,511.71
MS16LCAP	Major Storm 08/13/2016	$ 235,447.48
MS16MCAP	Major Storm 08/14/2016	$ 4,816.64
		$ 2,739,428.47

Primary Reasons for Increase in Funding

This project was originally authorized for $1.35M on August 22, 2016 based on the estimated storm costs and capitalization at that time. Final costs for the storm were not determined until much later when all final invoices for contractor costs and other

internal expenses were received, verified for accuracy and paid. The final true-up of storm costs resulted in a higher level of capitalized costs.

Project Authorization Supplement Cost Summary

Supplement (dollars in thousands)

	Prior Authorized	Supplemental Request	Total	Total excl Cust Cont
Capital Additions - Direct	$ 810	$ 1,105	$ 1,915	$ 1,915
Less Customer Contribution	-	-	$ -	-
Removals new of Salvage _____%	-	-	$ -	-
Total Direct Spending	$ 810	$ 1,105	$ 1,915	$ 1,915
Capital Additions - Indirect	540	284	$ 824	824
AFUDC	-	-	$ -	-
Total Capital Request	$ 1,350	$ 1,389	$ 2,739	$ 2,739
O&M	-	-	$ -	-
Total Request	**$ 1,350**	**$ 1,389**	**$ 2,739**	**$ 2,739**

Total Supplement Request by year view:

	Prior/2018	2019	2020	Total
Capital Additions - Direct	$ 1,915	$ -	$ -	$ 1,915
Less Customer Contribution	-	-	-	-
Removals new of Salvage _____%	-	-	-	-
Total Direct Spending	$ 1,915	$ -	$ -	$ 1,915
Capital Additions - Indirect	824	-	-	824
AFUDC	-	-	-	-
Total Capital Request	$ 2,739	$ -	$ -	$ 2,739
O&M	-	-	-	-
Total Request	**$ 2,739**	**$ -**	**$ -**	**$ 2,739**