Q. Reference: CA-NLH-014

What is the expected capital cost of a charging station and what is the expected contribution from government? Has the cost estimate for charging stations been revised to reflect experience gained to date?

A. Newfoundland and Labrador Hydro ("Hydro") notes that the "2023 Capital Budget Application" does not include costs for the proposed electrification program.

Hydro's cost to install public electric vehicle ("EV") charging sites (i.e., one Direct Current Fast Charger ("DCFC") and one Level 2 charger) has increased due to inflationary price increases for materials. For example, the cost for the procurement and installation of a charging site has increased by approximately 10% between Hydro's first and second round of installations. Based on this experience, Hydro would estimate that a new installation at the existing specification (i.e., a 62.5 kW DCFC) would cost approximately \$175,000 per site. Natural Resources Canada ("NRCan") would contribute \$55,000 towards the cost of this installation, subject to application approval.

NRCan recently added new funding levels available to proponents who install higher power DCFCs. Hydro and Newfoundland Power Inc. are working together to determine if a change in DCFC specification is warranted, particularly given the capability of new EV models that can accept higher charging rates. For example, the installation of a 100 kW DCFC combined with a Level 2 charger would qualify for \$80,000 in funding from NRCan, an increase of \$25,000 when compared to the 50 kW–99 kW funding level.

Hydro's "2023 Capital Budget Application" does not contain any proposals for EV charging infrastructure. A decision regarding equipment specification and detailed budgeting will be completed to support any future application for approval of such capital expenditures.

¹ "2023 Capital Budget Application," Newfoundland and Labrador Hydro, July 13, 2022.