

NextEra Energy Transmission MidAtlantic, Inc.

2024 Annual True-Up

Response to Questions received on June 13, 2025 from Theresa Ghiorzi

Question 1:

Are the costs from the abandonment of the Loudoun County segment in here and if so what account are they in?

Response:

As explained in the response to Question 3, NextEra has not abandoned the MidAtlantic Resiliency Link (“MARL”) Project. Routing costs are part of the project’s development and construction process. Such costs, including those related to the Loudoun County segment, are included in Account 107 in accordance with FERC’s order approving CWIP for the development and construction of the Project. *See NextEra Energy Transmission MidAtlantic Indiana, Inc. & PJM Interconnection, L.L.C.*, 186 FERC ¶ 61,052 at P 28 (2024). Account 107 costs include the “total balances of work orders for electric plant in the process of construction.” 18 C.F.R. Part 101 (Account 107, Construction Work in Progress). Planning and design costs, including routing, are included as electric plant under construction pursuant to Electric Plant Instruction #3. 18 C.F.R. Part 101 (Electric Plant Instructions at 3. *Components of construction cost*, subsection (13) - Engineering Services).

Question 2:

How much of Account 107's balance is related to siting the segment through Loudoun County?

Response:

NextEra is unable to break out routing costs specifically related to Loudoun County. The routing process is conducted for the line as a whole and not for individual segments. In addition, routing costs are not specifically segregated from other development costs. Rather, they are a subset of costs across various activities including payroll & benefits, environmental services, engineering and outside services (contractor labor). More details on the costs included in Account 107 are provided in response to Question 4.

Question 3:

Is NextEra planning to abandon the Loudoun route segment and recover the cost?

- a) Do you plan to file with FERC to recover that amount under the abandoned plant incentive?
- b) If so when and how much?
- c) If not, why not? That segment will never become used and useful it should not continue to accrue return on equity with the other project expenses.

Response:

NextEra currently has no plans to seek recovery of abandoned plant costs at FERC because it has not abandoned the MARL project. As explained in the response to Question 1, costs related to the Loudoun County segment are development costs that may be included in Account 107 as Construction Work in Progress pursuant to FERC's Uniform System of Accounts.

Question 4:

Discovery: I would like the list of expenditures in the CWIP account (107) information by quarter for 2024, including vendor, date, amount and brief description of the item.

Response:

Please see below a list of 2024 CWIP expenditures by quarter. Due to confidentiality requirements in NEET MidAtlantic's agreements with its vendors, NEET MidAtlantic is unable to provide details on expenditures by vendor. In lieu of costs by vendor, costs by activity scope have been provided.

Cost Type	Q1 2024	Q2 2024	Q3 2024	Q4 2024	2024 Total
Outside Services	2,133,214	1,412,633	1,631,745	1,935,740	7,113,331
Payroll, Benefits, & Other Employee Expenses	1,511,818	731,539	772,936	1,080,221	4,096,514
Land Rights	-	-	-	2,443,055	2,443,055
Environmental Services	318,438	793,850	227,943	600,996	1,941,226
Other	63,080	138,457	(149,397)	3,728	55,868
Total	4,026,550	3,076,479	2,483,227	6,063,740	15,649,996

Cost Type	Description
Outside Services	Development services - land owner contracts, land acquisition management, project management services, temporary employee staffing, legal consulting and review services for contracts, permitting, siting, survey, mapping and engineering services
Payroll, Benefits, & Other Employee Expenses	NextEra Energy Transmission employee payroll and benefits and travel
Land Rights	land acquisition and land option rights
Environmental Services	Environmental strategy, permitting and design consultants, environmental sustainability consulting
Other	Weather station and Communication equipment, site tools and equipment, software and hardware and services, PJM Certification and Allowance for Funds Used During Construction