

P.U. 28 (2003)

**IN THE MATTER OF THE
PUBLIC UTILITIES ACT,**
R.S.N.1990, c. P-47, as amended
(the “*Act*”)

AND

IN THE MATTER OF the application by
Newfoundland and Labrador Hydro (the “Applicant”)
for approval of a Contribution in Aid of Construction
(“CIAC”) for a single-phase line extension to serve an
Arts & Exploration Centre located at the Junction of
Route # 360 and # 361, near Bay D’Espoir, pursuant to
Section 41(5) of the *Act*.

WHEREAS the Applicant is a corporation duly organized and existing under the laws of the
Province of Newfoundland and Labrador, is a public utility within the meaning of the Act, and is
subject to the provisions of the *Electrical Power Control Act, 1994*; and

WHEREAS the Coast of Bays Corporation (the “Customer”) has requested the Applicant to
supply single-phase electrical service to an Arts & Exploration Centre to be located at the junction of
Route # 360 and # 361, near Bay D’Espoir; and

WHEREAS the Customer has requested that the Applicant provide single-phase electrical service which, in order to so provide, requires the extension of 7940 metres of single-phase distribution line (the “Line Extension”); and

WHEREAS a CIAC for the Line Extension has been calculated in accordance with Clause 5(a) of the CIAC Policy: Distribution Line Extensions and Upgrades to General Service Customers, approved by Order No. P.U. 7 (1997-98) dated September 30, 1997 (the “Policy”), which calculation assumes the Line Extension will supply service to an Arts & Exploration Centre with a peak demand assumed to be less than 10 kW and the CIAC thus calculated is Two-hundred and sixty-two thousand four hundred and sixty-four dollars and fifty cents (\$262,464.50), including HST; and

WHEREAS the estimated construction cost of the Line Extension is \$262,464.50 and Clause 11(a) of the Policy states that all Line Extensions or Upgrades involving CIACs in which the construction costs are estimated to be greater than \$25,000 must be submitted to the Board for approval; and

WHEREAS the proposed expenditures on the Line Extension are necessary for the Applicant to provide service and facilities to the Customer which are reasonably safe and adequate and just and reasonable as required pursuant to Section 37 of the *Act*; and

WHEREAS the proposed CIAC is necessary to ensure that the Applicant’s investment in the Line Extension is compensatory over the useful life of the Line Extension and will not be to the detriment of the Applicant’s other customers.

IT IS THEREFORE ORDERED THAT:

Pursuant to section 41(5) of the *Act*, the Board approves the contribution in aid of construction in the amount of two-hundred and sixty-two thousand four hundred and sixty-four dollars and fifty cents (\$262,464.50), including HST, as calculated under the Policy for the supply of single-phase electrical service to an Arts & Exploration Centre to be located at the junction of Route # 360 and # 361, near Bay D'Espoir is hereby approved.

Dated at St. John's, Newfoundland and Labrador, this 14th day of August, 2003.

Robert Noseworthy,
Chair and Chief Executive Officer.

G. Fred Saunders,
Commissioner.

G. Cheryl Blundon,
Board Secretary.