

P.U. 39 (2004)

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 Power Inc. (the “Applicant”)
for approval of a contribution in aid of
construction (“CIAC”) for a line extension to
serve seasonal customers, (the “Customers”)
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 also subject to the provisions of the *Electrical Power Control Act, 1994*; and

WHEREAS the Customers consist of fourteen (14) Seasonal Customers whose seasonal residences are located at Beaver Pond Road, near the existing George’s Lake Cottage Area; and

WHEREAS the Customers have requested that the Applicant provide their residences at Beaver Pond Road with single-phase electrical service which, in order to so provide, requires the construction of a single-phase extension of 1,762 metres (the “Extension”); and

WHEREAS the Extension will be jointly used by the Applicant and Aliant Telecom Inc.;

and

WHEREAS a CIAC has been calculated in accordance with Clauses 5(b) and (c) of the CIAC Policy: Distribution Line Extensions to Residential and Seasonal Residential Customers approved by Order No. P.U. 7 (1997-98) dated September 30, 1997 (the “Policy”) and the CIAC thus calculated is Two thousand nine hundred eighty-nine dollars and one cent (\$2,989.01), including HST; and

WHEREAS the construction cost of the Extension is \$48,112 and Clause 12 (a) of the Policy requires that all Line extensions or Upgrades involving CIACs where the construction costs are estimated to be greater than \$25,000.00 must be submitted to the Board for approval; and

WHEREAS Clause 12 (c) of the Policy states that all CIACs for Main Line extensions for primarily seasonal residential customers be submitted to the Board for approval; and

WHEREAS the proposed CIAC is necessary to ensure that the Applicant’s investment in the Extension is compensatory over the useful life of the 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 CIAC in the amount of Two thousand nine hundred eighty-nine dollars and one cent (\$2,989.01), including HST, as calculated under the Policy to provide single-phase service to Seasonal Customers, located at Beaver Pond Road.

DATED at St. John's, Newfoundland and Labrador, this 22nd day of October, 2004.

Robert Noseworthy,
Chair & Chief Executive Officer.

G. Fred Saunders,
Commissioner.

G. Cheryl Blundon,
Board Secretary.