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6	P.U. 6 (2005)
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9	IN THE MATTER OF the
10	PUBLIC UTILITIES ACT,
11	R.S.N. 1990, c. P-47, as amended
12	("the Act")
13	AND
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15	<b>IN THE MATTER OF</b> the application by
16	Newfoundland Power Inc. ("the Applicant")
17	for approval of a contribution in aid of
18	construction for a line extension to serve
19	Discovery Trail Farm Limited ("the Customer")
20	pursuant to section 41(5) of the Act.
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26	WHEREAS the Applicant is a corporation duly organized and existing under the laws of the
27	Province of Newfoundland and Labrador, is a public utility within the meaning of the Act, and is
28	subject to the provisions of the Electrical Power Control Act, 1994; and
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30	WHEREAS the Customer will operate an abattoir located off Route 230, near Clarenville; and
50	WHEREAS the Customer will operate an abatton located on Route 250, hear Clarenvine, and
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32	WHEREAS the Customer has requested that the Applicant provide its facility off Route 230
33	with single-phase electrical service which, in order to so provide, requires the upgrade of 2,290
34	metres of an existing communications line to joint-use standard and the construction of a further
35	117 metres of single-phase line (the "Extension"); and
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WHEREAS there is an available lower cost option for providing service to the Customer which,
for environmental and aesthetic reasons is inappropriate, and it is appropriate to base the
construction cost used in the calculation of the CIAC on the available lower cost option rather

- 6 than on the estimated cost of the Extension; and
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8 WHEREAS a CIAC of the Extension has been calculated in accordance with Clause 5(b) of the 9 CIAC Policy: Distribution Line Extensions and Upgrades to General Service Customers, 10 approved by Order No. P.U. 7 (1997-98) dated September 30, 1997 (the "Policy"), which 11 calculation assumes the Extension will supply service to an abattoir with an estimated peak 12 demand of 23.0 kW and the CIAC thus calculated is Seventy-four thousand two hundred eleven 13 dollars and eighty cents (\$74,211.80), including HST; and

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WHEREAS the estimated construction cost of the Extension is \$103,472.00 and Clause 11(a) of the Policy states that all Lines 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

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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.

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

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## **IT IS THEREFORE ORDERED THAT:**

2	Pursuant to Section 41(5) of the Act, the Board approves the contribution in aid of
3	construction in the amount of Seventy-four thousand two hundred eleven dollars and eighty cents
4	(\$74,211.80), including HST, as calculated under the Policy to provide single-phase service to an
5	abattoir for Discovery Trail Farm Limited, near Clarenville.
6	<b>DATED</b> at St. John's, Newfoundland and Labrador, this 9 <sup>th</sup> day of February, 2005.
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	Robert Noseworthy,
	Chair & Chief Executive Officer.
	G. Fred Saunders,
	Commissioner.
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5	G. Cheryl Blundon,
5	Board Secretary.

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