

1 **P.U. 23(2006)**
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6 **IN THE MATTER OF** the
7 *Public Utilities Act*, R.S.N.L.
8 1990, c. P-47, as amended
9 (the "*Act*")

10
11 **AND**
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13 **IN THE MATTER OF** the application by
14 Newfoundland Power Inc. (the "Applicant")
15 for approval of a contribution in aid of
16 construction ("CIAC") for a line extension to
17 serve cottage area customers (the "Customers")
18 pursuant to section 41(5) of the *Act*.

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21 **WHEREAS** the Applicant is a corporation duly organized and existing under the laws of the
22 Province of Newfoundland and Labrador, is a public utility within the meaning of the *Act*, and is
23 also subject to the provisions of the *Electrical Power Control Act, 1994*; and
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25 **WHEREAS** the Customers are Domestic Customers with residences located in a Cottage Area
26 located at Northwest Brook near Winterland, and the Customers consist of eighteen (18) potential
27 residents of the Cottage Area; and
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1 **WHEREAS** a number of the Customers (the “Participating Customers”) have requested that the
2 Applicant provide their residences with single-phase electrical service and provision of the requested
3 service requires that the Applicant construct approximately 3,407 metres of single-phase line (the
4 “Extension”); and

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6 **WHEREAS** the Participating Customers have requested the Non-Refundable CIAC Option
7 provided for in Clause 6 of the CIAC Policy: Distribution Line Extensions to Domestic Customers
8 approved by Order No. P.U. 27 (2005), dated November 2, 2005 (the “Policy”); and

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10 **WHEREAS** the Policy provides that the minimum Participation Percentage necessary to avail of
11 the Non-Refundable CIAC Option is 50%, and to date, 9 out of the 18 Customers have accepted
12 service for a Participation Percentage of 50%; and

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14 **WHEREAS** a CIAC of the extension has been calculated in accordance with Clause 6(a) of the
15 Policy, and the CIAC thus calculated is Six thousand two hundred fifty-five dollars and fifty-three
16 cents (\$6,255.53), including HST, for each Customer; and

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18 **WHEREAS** the sum of the CIAC calculated pursuant to Clause 6(a) and the Basic Investment
19 calculated pursuant to Clause 3 is \$90,570 and Clause 10(i) of the Policy states that the Applicant
20 shall apply to the Board for approval of all CIACs where the sum of the CIAC calculated pursuant
21 to Clause 5(a) or Clause 6(a) and the Basic and Additional Investment calculated pursuant to
22 Clauses 3 and 4 is greater than \$50,000; and

1 **WHEREAS** the proposed CIAC is necessary to ensure that the Applicant's investment in the
2 Extension is compensatory over the useful life of the Extension and will not be to the detriment of
3 the Applicant's other customers.

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5 **IT IS THEREFORE ORDERED THAT:**

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7 1. Pursuant to section 41(5) of the *Act*, the Board approves the Non-Refundable Contribution in
8 Aid of Construction in the amount of Six thousand two hundred fifty-five dollars and fifty-
9 three cents (\$6,255.53), including HST, per Customer as calculated under the Policy to
10 provide single-phase service to Domestic Customers located in a Cottage Area at Northwest
11 Brook near Winterland.

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13 **DATED** at St. John's, Newfoundland and Labrador, this 29th day of June 2006.

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20 Robert Noseworthy
21 Chair & Chief Executive Officer

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27 _____
28 Barbara Thistle
29 Assistant Board Secretary