

**NEWFOUNDLAND AND LABRADOR
BOARD OF COMMISSIONERS OF PUBLIC UTILITIES**

AN ORDER OF THE BOARD

NO. P.U. 36(2009)

1 **IN THE MATTER OF** the *Electrical Power*
2 *Control Act*, RSNL 1994, Chapter E-5.1 (the
3 “EPCA”) and the *Public Utilities Act*, RSNL 1990,
4 Chapter P-47 (the “Act”) as amended;

5
6 **AND**
7

8 **IN THE MATTER OF** an application by
9 Newfoundland Power Inc. (“Newfoundland Power”)
10 for approval of a contribution in aid of construction
11 (“CIAC”) for a line extension to serve Domestic
12 Customers residing in a Cottage Area
13 known as Mobile First Pond (Phase 2)
14 located on the Southern Shore (the “Customers”)
15 pursuant to Subsection 41(5) of the *Act*.

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17
18 **WHEREAS** Newfoundland Power is a corporation duly organized and existing under the
19 laws of the Province of Newfoundland and Labrador, is a public utility within the meaning of
20 the *Act*, and is also subject to the provisions of the EPCA, 1994; and

21
22 **WHEREAS** on August 31, 2009 the Board received an application from Newfoundland
23 Power for approval of a CIAC for a line extension to the Customers; and

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25 **WHEREAS** the Customers are Domestic Customers with residences located in a Cottage
26 Area known as Mobile First Pond (Phase 2) located on the Southern Shore, and the
27 Customers consist of fifteen (15) residents of the Cottage Area; and

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29 **WHEREAS** the Customers have requested that Newfoundland Power provide single-phase
30 electrical service and provision of the requested service requires that Newfoundland Power
31 construct a 2,305 metre single-phase line (the “New Extension”); and

32
33 **WHEREAS** a CIAC of the New Extension has been calculated in accordance with Clause
34 5(a) and Clause 5(b) of the CIAC Policy: Distribution Line Extension to Domestic Customers
35 approved by Order No. P.U. 27 (2005), dated November 2, 2005 (the “Policy”); and the
36 CIAC thus calculated is Three thousand three hundred seven dollars and fifty cents
37 (\$3,307.50), excluding HST; and

1 **WHEREAS** the sum of the CIAC calculated pursuant to Clause 5(a) and the Basic
2 Investment calculated pursuant to Clause 3 is \$62,987.50 and Clause 10(i) of the Policy states
3 that Newfoundland Power shall apply to the Board for approval of all CIACs where the sum
4 of the CIAC calculated pursuant to Clause 5(a) or Clause 6(a) and the Basic and Additional
5 Investment calculated pursuant to Clauses 3 and 4 is greater than \$50,000; and
6

7 **WHEREAS** approval of the proposed CIAC is reasonable and prudent to ensure that
8 Newfoundland Power's investment in the New Extension is compensatory over the useful life
9 of the New Extension and not to the detriment of Newfoundland Power's other customers.
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11 **IT IS THEREFORE ORDERED THAT:**
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- 13 1. The Board approves the Refundable CIAC of Three thousand three hundred seven dollars
14 and fifty cents (\$3,307.50), excluding HST, as calculated under the Policy to apply to
15 Domestic Customers located in the Mobile First Pond Cottage Area (Phase 2), pursuant to
16 ss. 41(5) of the *Act*.
17
- 18 2. Newfoundland Power shall pay all expenses of the Board arising from this Application.

Dated at St. John's, Newfoundland and Labrador, this 4th day of September 2009.

Andy Wells
Chair & Chief Executive Officer

Dwanda Newman, LL.B.
Commissioner

Cheryl Blundon
Board Secretary