

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

AN ORDER OF THE BOARD

NO. P.U. 37(2014)

1 **IN THE MATTER OF** the *Electrical Power*
2 *Control Act, 1994*, SNL 1994, Chapter E-5.1
3 (the “*EPCA*”) and the *Public Utilities Act*, RSNL
4 1990, Chapter P-47 (the “*Act*”), as amended,
5 and regulations thereunder; and
6

7 **IN THE MATTER OF** an application by
8 Newfoundland Power Inc. for approval of a
9 Contribution in Aid of Construction for a line
10 extension to serve domestic customers residing
11 in the cottage area known as Joe’s Lake, near the
12 town of Badger pursuant to section 41 of the *Act*.
13
14

15 **WHEREAS** Newfoundland Power Inc. (“Newfoundland Power”) is a corporation duly
16 organized and existing under the laws of the Province of Newfoundland and Labrador, is a public
17 utility within the meaning of the *Act*, and is also subject to the provisions of the *EPCA*; and
18

19 **WHEREAS** on July 31, 2014 Newfoundland Power filed an application for approval of a
20 Contribution in Aid of Construction (“CIAC”) for a single-phase line extension of approximately
21 2,281 metres (the “Extension”) to serve Domestic Customers in a cottage area known as Joe’s
22 Lake, near the Town of Badger ; and
23

24 **WHEREAS** ten potential customers of the area (the “Participating Customers”) have requested
25 that Newfoundland Power provide electrical service; and
26

27 **WHEREAS** the Participating Customers have requested the Non-Refundable CIAC Option
28 provided for in Clause 6 of the CIAC Policy: Distribution Line Extensions to Domestic
29 Customers approved by Order No. P.U. 27 (2005), dated November 2, 2005, (the “Policy”); and
30

31 **WHEREAS** the Non-Refundable CIAC, calculated in accordance with Clause 6 of the Policy, is
32 four thousand one hundred fifty-nine dollars and sixty-three cents (\$4,159.63), excluding HST;
33 and
34

35 **WHEREAS** the sum of the Non-Refundable CIAC calculated pursuant to Clause 6 and the Basic
36 Investment calculated pursuant to Clause 3 exceeds \$50,000 and therefore, in accordance with
37 Clause 10(i) of the Policy, Board approval is required; and

1 **WHEREAS** the Policy provides that the minimum participation percentage necessary to avail of
2 the Non-Refundable CIAC Option is 50% and, to date, 10 out of the 19 potential customers,
3 constituting a participation percentage of 53%, have provided Newfoundland Power with written
4 confirmation that they will accept service and have paid the minimum down-payment; and
5

6 **WHEREAS** Newfoundland Power, pursuant to section 41(5) of the *Act*, requests that the Board
7 approve a Non-Refundable CIAC of four thousand one hundred fifty-nine dollars and sixty-three
8 cents (\$4,159.63), excluding HST, for each customer of the Cottage Area; and
9

10 **WHEREAS** the proposed CIAC is necessary to ensure that Newfoundland Power's investment
11 is compensatory over the useful life of the Extension and will not be to the detriment of
12 Newfoundland Power's other customers.
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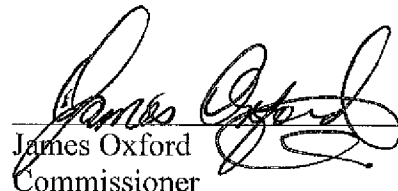
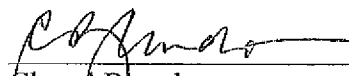
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15 **IT IS THEREFORE ORDERED THAT:**
16

- 17 1. The Non-Refundable Contribution in Aid of Construction of four thousand one hundred
18 fifty-nine dollars and sixty-three cents (\$4,159.63), excluding HST, to apply to Domestic
19 Customers located in the cottage area known as Joe's Lake, near the Town of Badger is
20 approved.
21
22 2. Newfoundland Power shall pay all expenses of the Board arising from this Application.

DATED at St. John's, Newfoundland and Labrador, this 22th day of August, 2014.



Darlene Whalen, P.Eng.
Vice-Chair


James Oxford
Commissioner

Cheryl Blundon
Board Secretary