P.U. 1 (2002-2003)

IN THE MATTER OF THE PUBLIC UTILITIES ACT, (THE "ACT")

AND

IN THE MATTER OF AN EX PARTE
APPLICATION BY NEWFOUNDLAND
AND LABRADOR HYDRO
("THE APPLICANT") FOR THE APPROVAL
PURSUANT TO SECTION 41 OF THE ACT,
OF THE REPAIR OF A TRANSFORMER
SITUATED AT THE SITE OF THE
CORNER BROOK FREQUENCY CONVERTER.

WHEREAS Section 41 (3) of the Act requires that the Board of Commissioners of Public Utilities ("the Board") approve the construction or purchase of improvements or additions to a utility's property where the cost of the work is in excess of \$50,000; and

WHEREAS on February 20, 2002, a Moloney 21/28 MVA transformer (T2 Transformer) at the Corner Brook Frequency Converter site failed; and

WHEREAS the T2 Transformer is required for the operation of the Corner Brook Frequency Converter which converts surplus 50 Hz generating capacity to 60 Hz for use in the paper mill operations of one of the Applicant's customers; and

WHEREAS by Application dated March 28, 2002, the Applicant has requested the approval of the Board for the capital expenditure of \$465,600.00 for the rewinding of the T2 Transformer; and

WHEREAS the Board has considered the Applicant's request for approval.

IT IS THEREFORE ORDERED THAT:

- The Applicant's proposed 2002 capital expenditure of \$465,600.00 for the rewinding of the
 T2 Transformer situated at the Corner Brook Frequency Converter is hereby approved.
- 2. The Applicant shall pay all expenses of the Board arising from this Application.

DATED at St. John's, Newfoundland and Labrador, this 16th day of April 2002.

John William Finn, Q.C.,
Chairperson (Presiding).

Gerard Martin, Q.C.,
Commissioner.

Raymond A. Pollett,
Commissioner.

G. Cheryl Blundon, Board Secretary.