P.U. 14 (2002-2003)

IN THE MATTER OF the PUBLIC UTILITIES ACT,

R.S.N. 1990, c. P-47, as amended ("the Act")

AND

IN THE MATTER OF the application

by Newfoundland Power Inc. ("the Applicant") for approval of a contribution in aid of construction ("CIAC") for a line extension to serve Seasonal Customers (the "Customer") pursuant to Section 41(5) of the Act.

WHEREAS the Applicant is a corporation duly organized and existing under the laws of the Province of Newfoundland and Labrador, is a public utility within the meaning of the Act, and is also subject to the provisions of the *Electrical Power Control Act*, 1994; and

WHEREAS the Customers are located at Frenchman's Cove near Corner Brook and consist of four Seasonal Customers; and

WHEREAS the Customers have requested that the Applicant provide their residences at Frenchman's Cove with single-phase electrical service which, in order to so provide, requires the construction of a single-

phase extension of 1,010 meters (the "Extension"); and

WHEREAS the Extension will not be jointly used by the Applicant and Aliant Telecom Inc.; and

WHEREAS a Contribution in Aid of Construction ("CIAC") of the New Extension has been calculated in accordance with Clauses 5 (b) and 5 (c) of the CIAC Policy: Distribution Line Extension To Residential and Seasonal Residential Customers, approved by Order No. P.U. 7 (1997-98) dated September 30, 1997 (the "Policy"), thus calculated is Seven thousand four hundred seventeen dollars and fifty cents (\$7,417.50), including HST; and

WHEREAS the estimated construction cost of the Extension is \$28,660.00 and Clause 12 (a) of the Policy states that all Line extensions involving CIACs where the construction costs are estimated to be greater than \$25,000 must be submitted to the Board for approval; and

WHEREAS Clause 12 (c) of the Policy states that all CIACs for Main Line extensions for primarily seasonal residential customers be submitted to the Board for approval; and

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; and

WHEREAS the proposed expenditures on the Extension are necessary for the Applicant to provide service and facilities to the Customer which are reasonably safe and adequate and just and reasonable as required pursuant to s. 37 of the Act.

IT IS THEREFORE ORDERED THAT:

Pursuant to Section 41(5) of the Act, the Board approves

(a) the CIAC in the amount of Seven thousand four hundred seventeen dollars and fifty cents (\$7,417.50), including HST, as calculated under the Policy to provide service to Seasonal Residential Customers located at Frenchman's Cove, near Corner Brook.

DATED at St. John's, Newfoundland and Labrador this 9th day of July 2002.

Darlene Whalen, P.Eng.,
Vice-Chairperson.

G. Fred Saunders,
Commissioner.

G. Cheryl Blundon, Board Secretary.