

P.U. 14 (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 and Labrador Hydro (the “Applicant”)
for approval of a Contribution in Aid of Construction
 (“CIAC”) for a line upgrade to serve a Pumping Station
located in the Town of Seldom, Fogo Island,
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
subject to the provisions of the *Electrical Power Control Act, 1994*; and

WHEREAS Atlantic Medtec Limited on behalf of the Town of Seldom, (the “Customer”)
has requested the Applicant to supply three-phase electrical service to a pumping station with a peak
demand of 22.4 kW located in the Town of Seldom, Fogo Island; and

WHEREAS the Customer has requested that the Applicant provide three-phase electrical service which, in order to so provide, requires the upgrade of 1858 metres of single-phase line to three-phase standard (the “Upgrade”); and

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

WHEREAS a CIAC for the Upgrade has been calculated in accordance with Clause 5(b) of the CIAC Policy: Distribution Line Extensions and Upgrades to General Service Customers, approved by Order No. P.U. 7 (1997-98) dated September 30, 1997 (the “Policy”), which calculation assumes the upgrade will supply service to a pumping station with an estimated peak demand of 44.8 kVA and the CIAC thus calculated is Seventy-eight thousand four hundred fifty-two dollars and fifty-nine cents (\$78,452.59), including HST; and

WHEREAS the estimated construction cost of the Upgrade is \$78,452.59 and Clause 11(a) of the Policy states that all Line Extensions or Upgrades involving CIACs in which the construction costs are estimated to be greater than \$25,000 must be submitted to the Board for approval; and

WHEREAS the proposed expenditures on the upgrade 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; and

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

IT IS THEREFORE ORDERED THAT:

Pursuant to section 41(5) of the Act, the Board approves the contribution in aid of construction in the amount of Seventy-eight thousand, four hundred and fifty-two dollars and fifty-nine cents (\$78,452.59), including HST, as calculated under the Policy for the supply of three-phase electrical service to a pumping station located in the Town of Seldom, Fogo Island, is hereby approved.

Dated at St. John's, Newfoundland and Labrador, this 30th day of April, 2003.

Robert Noseworthy,
Chair and Chief Executive Officer.

G. Fred Saunders,
Commissioner.

G. Cheryl Blundon,
Director of Corporate Services
and Board Secretary.