

P.U. 23(2007)

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

7
8 **AND**
9

10 **IN THE MATTER OF** the application by
11 Newfoundland Power Inc. (the “Applicant”)
12 for approval of a contribution in aid of construction
13 (“CIAC”) for a line extension to serve cottage
14 area customers (the “Customers”) pursuant to
15 Section 41(5) of the *Act*; and
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19 **WHEREAS** the Applicant is a corporation duly organized and existing under the laws of the
20 Province of Newfoundland and Labrador, is a public utility within the meaning of the *Act*, and is
21 also subject to the provisions of the *Electrical Power Control Act, 1994*; and
22

23 **WHEREAS** the Customers are Domestic Customers with residences located in a Cottage Area
24 described as Snow’s Pond located near the community of North River, Conception Bay and the
25 Customers consist of twelve (12) potential residents of the Cottage Area; and
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27 **WHEREAS** a number of the Customers (the “Participating Customers”) have requested that the
28 Applicant provide their residences with single-phase electrical service and provision of the requested
29 service requires that the Applicant construct approximately 2,799 metres of single-phase line (the
30 “Extension”); and
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32 **WHEREAS** the Participating Customers have requested the Non-Refundable CIAC Option
33 provided for in Clause 6 of the CIAC Policy: Distribution Line Extensions to Domestic Customers
34 approved by Order No. P. U. 27(2005), dated November 2, 2005, (the “Policy”); and
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36 **WHEREAS** the Policy provides that the minimum Participation Percentage necessary to avail of the
37 Non-Refundable CIAC Option is 50%, and to date, 6 out of the 12 Customers have accepted service
38 for a Participation Percentage of 50%; and

1 **WHEREAS** a Contribution in Aid of Construction (“CIAC”) has been calculated in accordance with
2 Clause 6(a) of the Policy, and the CIAC thus calculated is Seven thousand six hundred seventy
3 dollars and seventy-eight cent (\$7,670.78), including HST; and
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5 **WHEREAS** the sum of the CIAC calculated pursuant to Clause 6(a) and the Basic Investment
6 calculated pursuant to Clause 3 is \$72,276 and Clause 10(i) of the Policy states that the Applicant
7 shall apply to the Board for approval of all CIACs where the sum of the CIAC calculated pursuant to
8 Clause 5(a) or Clause 6(a) and the Basic and Additional Investment calculated pursuant to Clauses 3
9 and 4 is grater than \$50,000; and
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11 **WHEREAS** the proposed CIAC is necessary to ensure that the Applicant’s investment in the
12 Extension is compensatory over the useful life of the Extension and will not be to the detriment of
13 the Applicant’s other customers.
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16 **IT IS THEREFORE ORDERED THAT:**
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- 18 1. The Board approves the Non-Refundable CIAC of Seven thousand six hundred seventy
19 dollars and seventy-eight cent (\$7,670.78), including HST, as calculated under the Policy to
20 provide single-phase service to Domestic Customers located in the Cottage Area described
21 as Snow’s Pond, located near the community of North River, Conception Bay, pursuant to s.
22 41(5) of the *Act*.
23
24 2. The Applicant shall pay all expenses of the Board arising from this Application.

DATED at St. John’s, Newfoundland and Labrador, this 18th day of July 2007.

Robert Noseworthy
Chair & Chief Executive Officer

Darlene Whalen, P.Eng.
Vice-Chair

Barbara Thistle
Assistant Board Secretary