

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

AN ORDER OF THE BOARD

NO. P.U. 29(2016)

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 a seasonal residential
11 development in the cottage area known as
12 Ocean Pond, near Whitbourne, pursuant to
13 section 41 of the *Act*.
14
15

16 **WHEREAS** Newfoundland Power Inc. (“Newfoundland Power”) is a corporation duly
17 organized and existing under the laws of the Province of Newfoundland and Labrador, is a public
18 utility within the meaning of the *Act*, and is also subject to the provisions of the *EPCA*; and
19

20 **WHEREAS** on May 24, 2016 Newfoundland Power filed an application for approval of a
21 Contribution in Aid of Construction (“CIAC”) for a single-phase line extension of approximately
22 3,895 metres (the “Extension”) to serve building lots in a seasonal residential development
23 situated in a cottage area known as Ocean Pond, located near the Town of Whitbourne; and
24

25 **WHEREAS** the developer, Edinburgh Group Limited, has requested that Newfoundland Power
26 provide electrical service; and
27

28 **WHEREAS** the CIAC has been calculated by multiplying the length of the Extension by the
29 appropriate Cost per Metre provided for in the CIAC Policy: Distribution Line Extensions to
30 Domestic Customers approved by Order No. P.U. 27(2005) (the “Policy”) and, excluding any
31 company investment from Newfoundland Power, is one hundred thirty six thousand seven
32 hundred twenty five dollars (\$136,725.00), excluding HST; and
33

34 **WHEREAS** Clause 10(i) of the Policy states that Newfoundland Power shall apply to the Board
35 for approval of all CIACs where the sum of the CIAC calculated pursuant to Clause 5(a) or
36 Clause 6(a) and the Basic and Additional Investment calculated pursuant to Clauses 3 and 4 is
37 greater than \$50,000; and

1 **WHEREAS** the calculation of the CIAC in the manner described above represents a deviation
2 from the Policy and, pursuant to Clause 10(ii) of the Policy, Newfoundland Power is required to
3 apply to the Board for any deviation from the Policy; and
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5 **WHEREAS** the proposed CIAC is necessary to ensure that Newfoundland Power's investment
6 in the Extension is compensatory over the useful life of the Extension and will not be to the
7 detriment of its other customers.
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9

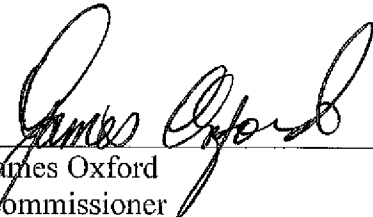
10 **IT IS THEREFORE ORDERED THAT:**
11

- 12 1. The Contribution in Aid of Construction of one hundred thirty six thousand seven hundred
13 twenty five dollars (\$136,725.00), excluding HST, to apply to a seasonal residential
14 development located in the cottage area known as Ocean Pond, near the Town of
15 Whitbourne, is approved.
16
- 17 2. A deviation from the Policy requirement respecting the calculation of the Contribution in
18 Aid of Construction is approved.
19
- 20 3. Newfoundland Power shall pay all expenses of the Board arising from this Application.

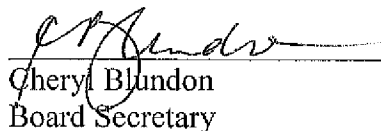
DATED at St. John's, Newfoundland and Labrador, this 13th day of July 2016.



Darlene Whalen, P.Eng.
Vice-Chair



James Oxford
Commissioner



Cheryl Blundon
Board Secretary