## NEWFOUNDLAND AND LABRADOR BOARD OF COMMISSIONERS OF PUBLIC UTILITIES

## AN ORDER OF THE BOARD

NO. P.U. 28(2018)

**IN THE MATTER OF** the *Electrical Power* 

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2	Control Act, 1994, SNL 1994, Chapter E-5.1 (the
3	"EPCA") and the Public Utilities Act, RSNL 1990,
4	Chapter P-47 (the "Act"), as amended, and regulations
5	thereunder; and
6	
7	IN THE MATTER OF an application by
8	Newfoundland Power Inc. for approval of a capital
9	expenditure to replace the roof at its Duffy Place
0	facility, pursuant to section 41 of the <i>Act</i> .
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13	WHEREAS Newfoundland Power Inc. ("Newfoundland Power") is a corporation duly organized
4	and existing under the laws of the Province of Newfoundland and Labrador, is a public utility
5	within the meaning of the Act, and is also subject to the provisions of the EPCA; and
6	
17	WHEREAS section 41 of the Act states that a public utility shall not proceed with the construction,
8	purchase or lease of improvements or additions to its property where:
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20	a) the cost of construction or purchase is in excess of \$50,000; or
21	b) the cost of the lease is in excess of \$5,000 in a year of the lease
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23	without prior approval of the Board; and
24 25	WHERE AS in Onder No. D.H. 27/2017) the Doord common of Newform flowd Downer's 2019 Comital
23	<b>WHEREAS</b> in Order No. P.U. 37(2017) the Board approved Newfoundland Power's 2018 Capital Budget in the amount of \$83,876,000; and
26 27	budget in the amount of \$65,670,000, and
28	WHEREAS on July 13, 2018 Newfoundland Power filed an application with the Board requesting
20 29	approval of a capital expenditure of approximately \$900,000 to replace the roof at its Duffy Place
30	facility (the "Application"); and
31	facility (the Application ), and
32	WHEREAS the Application stated that Newfoundland Power's Duffy Place facility consists of a
33	main building and a service building and that the roofs of both buildings are original to the 1988
34	construction and have reached the end of their useful service life; and
	constitution and have reactive the old of their about for vice into, and

WHEREAS the Application further stated that a number of leaks were experienced in the built-up roof of the main building in the fall of 2017 and winter of 2018 and that the built-up roof continue to experience leaks despite repairs being carried out; and
WHEREAS due to the leaks and the age and condition of the roofs of the facility, Newfoundland

WHEREAS due to the leaks and the age and condition of the roofs of the facility, Newfoundland Power retained Morrison Hershfield to conduct a roof assessment which found the roof was no longer functioning as intended and recommended replacement of the facility's built-up roofs; and

WHEREAS the Application was copied to: Newfoundland and Labrador Hydro ("Hydro") and the Consumer Advocate, Dennis Browne, Q.C.; and

WHEREAS on July 25, 2018 Hydro advised the Board that it supported the Application; and

WHEREAS no other comments were received by the Board; and

WHEREAS the Board is satisfied that the proposed roof replacement of the Duffy Place facility is necessary to ensure the continued provision of a safe and reliable electricity supply to Newfoundland Power's customers.

## **IT IS THEREFORE ORDERED THAT:**

- 1. The proposed capital expenditure in the amount of \$900,000 to replace the roof of the Duffy Place facility is approved.
- 2. Newfoundland Power shall pay all expenses of the Board arising from this Application.

DATED at St. John's, Newfoundland and Labrador, this 10<sup>th</sup> day of August, 2018.

Darlene Whalen, P. Eng., FEC

Chair & CEO

James Oxford

Cheryl Blandon Board Secretary