

1 Q. **Reference: Application, Provide Service Extensions (2023)**

2 Please provide for the record copies of Hydro's Schedule of Rates and Regulations and the CIAC
3 Policy.?

4

5

6 A. Please refer to CA-NLH-071, Attachment 1 for Newfoundland and Labrador Hydro's ("Hydro")
7 Schedule of Rates, Rules and Regulations, effective July 1, 2022.¹

8 Please refer to CA-NLH-071, Attachment 2 for Hydro's Contribution in Aid of Construction
9 ("CIAC") Policy, effective January 2022.²

¹ Hydro's Schedule of Rates, Rules and Regulations is also available online,
<https://nlhydro.com/wp-content/uploads/2022/08/2022-07-01_NLH_Schedule-of-Rates-Rules-and-Regulations-July-1-Rural.pdf>

² Hydro's CIAC Policy is also available online,
<<https://nlhydro.com/wp-content/uploads/2022/07/CIAC-for-Website-January-1-2022.pdf>>



Newfoundland and Labrador Hydro Schedule of Rates, Rules and Regulations

Updated July 1, 2022



TABLE OF CONTENTS

UTILITY

Newfoundland Power..... UT-1

INDUSTRIAL

Island Industrial Firm.....IND-1
 Island Industrial Non-FirmIND-3
 Island Industrial WheelingIND-4

RATE STABILIZATION PLAN RULES FOR BALANCE DISPOSITION

Section ARSP-1
 Section BRSP-2
 Section CRSP-3

CONSERVATION DEMAND MANAGEMENT

Conservation and Demand Management Cost Recovery CDM-1

RULES AND REGULATIONS

1. InterpretationRR-1
 2. Classes of Service.....RR-3
 3. Application for Service.....RR-4
 4. Security for PaymentRR-5
 5. Service Standards - Metered ServicesRR-5
 6. Service Standards - Street and Area Lighting Service.....RR-7
 7. MeteringRR-7
 8. Meter ReadingRR-9
 9. ChargesRR-10
 10. BillingRR-12
 11. Discontinuance of Service.....RR-13
 12. Disconnection of ServiceRR-13
 13. Property RightsRR-14
 14. Hydro Liability.....RR-15
 15. GeneralRR-15
 16. Policies for Automatic Rate Changes.....RR-15
 17. Temporary Restriction for Load Additions to Labrador EastRR-16

ISLAND INTERCONNECTED AND L'ANSE AU LOUP AREAS

1.1 Domestic..... ISL-1
 1.1S Domestic - Optional..... ISL-2
 1.3 Burgeo School and Library..... ISL-3
 2.1 General Service 0–100 kW (110 kVA)..... ISL-4
 2.3 General Service 110 kVA (100 kW)–1,000 kVA..... ISL-5
 2.4 General Service 1,000 kVA and over ISL-6
 4.1 Street and Area Lighting Service..... ISL-7

Schedule of Rates, Rules and Regulations
Table of Contents

ISLAND AND LABRADOR DIESEL AREA – NON-GOVERNMENT

1.2D Domestic DieselDSL-NG-1
1.2DS Domestic Diesel (Non-Government First Block) – OptionalDSL-NG-2
2.1D General Service Diesel 0–10 kWDSL-NG-3
2.2D General Service Diesel Over 10 kWDSL-NG-4
4.1D Street and Area Lighting Service DieselDSL-NG-5

ISLAND AND LABRADOR DIESEL AREA – GOVERNMENT

1.2G Domestic DieselDSL-G-1
2.1G General Service Diesel 0–10 kWDSL-G-2
2.2G General Service Diesel Over 10 kWDSL-G-3
4.1G Street and Area Lighting Service DieselDSL-G-4

LABRADOR INTERCONNECTED AREA

1.1L DomesticLAB-1
2.1L General Service 0–10 kWLAB-2
2.2L General Service 10–100 kW (110 kVA)LAB-3
2.3L General Service 110 kVA (100 kW)–1,000 kVALAB-4
2.4L General Service 1,000 kVA and overLAB-5
4.1L Street and Area Lighting ServiceLAB-6
4.11L Street and Area Lighting ServiceLAB-7
4.12L Street and Area Lighting ServiceLAB-8
5.1L Secondary EnergyLAB-9

LABRADOR INDUSTRIAL

Labrador IndustrialLAB-IND-1

COMMISSIONING POWER

Commissioning Power Non-Firm RateCP-1

NET METERING SERVICE OPTION

Net Metering Service OptionNM-1

UTILITY

Availability

This rate is applicable to service to Newfoundland Power ("NP").

Definitions

"Billing Demand"

The Curtailable Credit shall apply to determine the billing demand as an adjustment to the highest Native Load established during the winter period. The computation of the adjustment to reflect the Curtailable Credit is provided in the definitions below.

In the months of January through March, billing demand shall be the greater of:

- a) The highest Native Load less the Generation Credit and the Curtailable Credit, beginning in the previous December and ending in the current month; and
- b) The Minimum Billing Demand.

In the months of April through December, billing demand shall be the greater of:

- a) The Weather-Adjusted Native Load less the Generation Credit and the Curtailable Credit, plus the Weather Adjustment True-up; and
- b) The Minimum Billing Demand.

If at the time of establishing its Maximum Native Load, NP has been requested by Hydro to reduce its Native Load by shedding curtailable load, the calculation of Billing Demand for each month shall not deduct the Curtailable Credit.

"Generation Credit" refers to NP's net generation capacity less allowance for system reserve, as follows:

	kW
Hydraulic Generation Credit	83,486
Thermal Generation Credit	34,568
Newfoundland Power Generation Credit	118,054

In order to continue to avail of the Generation Credit, NP must demonstrate the capability to operate its generation to the level of the Generation Credit. This will be verified in a test by operating the generation at a minimum of this level for a period of one hour as measured by the generation demand metering used to determine the Native Load. The test will be carried out at a mutually agreed time between December 1 and March 31 each year. If the level is not sustained, NP will be provided with an opportunity to repeat the test at another mutually agreed time during the same December 1 to March 31 period. If the level is not sustained in the second test, the Generation Credit will be reduced in calculating the associated billing demands for January to December to the highest level that could be sustained.

Schedule of Rates, Rules and Regulations
Utility

“Curtable Credit” is determined based upon NP's forecast curtable load available for the period in accordance with the terms and conditions set forth in NP's Curtable Service Option. NP will notify Hydro of its available curtable load with its forecast of annual and monthly electricity requirements.

In order to receive the Curtable Credit, NP must demonstrate the capability to curtail its customer load requirements to the level of the Curtable Credit. This will be verified in a test by curtailing load at a minimum of this level for a period of one hour. The test will be carried out at a mutually agreed time in December. If the level is not sustained, the Curtable Credit will be reduced to the level sustained. If Hydro requests NP to curtail load before a test is completed and NP demonstrates the capability to curtail to the level of the Curtablement Credit, no test will be required.

NP will be required to provide a report to Hydro no later than April 15 to demonstrate the amount of load curtailed for each request of Hydro during the previous winter season. If the load curtailed is less than forecast for either request during the winter season, the annual Curtable Credit will be adjusted to reflect the average load curtailed for the winter season. If NP is not requested to curtail during the winter season, the Curtablement Credit will be established based upon the lesser of the load reduction achieved in the test or the forecast curtable load (as provided in the previous two paragraphs).

“Maximum Native Load” means the maximum Native Load of NP in the four-month period beginning in December of the preceding year and ending in March of the current year.

“Minimum Billing Demand” means ninety-nine percent (99%) of:

NP's test year Native Load less the Generation Credit and the Curtable Credit.

The Curtable Credit reflected in the Minimum Billing Demand will be set to equal the curtable load used to determine the Maximum Native Load for NP for the most recently approved Test Year.

“Month” means for billing purposes, the period commencing at 12:01 hours on the last day of the previous month and ending at 12:00 hours on the last day of the month for which the bill applies.

Schedule of Rates, Rules and Regulations
Utility

“Native Load” is the sum of:

- a) The amount of electrical power, delivered at any time and measured in kilowatts, supplied by Hydro to NP, averaged over each consecutive period of fifteen minutes duration, commencing on the hour and ending each fifteen-minute period thereafter;
- b) The total generation by NP averaged over the same fifteen-minute periods.

“Weather-Adjusted Native Load” means the Maximum Native Load adjusted to normal weather conditions, calculated as:

Maximum Native Load
plus (Weather Adjustment, rounded to 3 decimal places, x 1,000)

Weather Adjustment is further described and defined in the Weather Adjustment section.

“Weather Adjustment True-up” means one-ninth of the difference between:

- a) The greater of:
 - The Weather Adjusted Native Load less the Generation Credit and the Curtailable Credit (if applicable), times three; and
 - The Minimum Billing Demand, times three; and
- b) The sum of the actual billed demands in the Months of January, February and March of the current year.

Schedule of Rates, Rules and Regulations
Utility

Monthly Rates

Billing Demand Charge

Billing Demand, as set out in the Definitions section, shall be charged at the following rate:

Demand Charge..... \$5.00 per kW of Billing Demand

Energy Charge

November– April

First 410,000,000 kilowatt-hours*@ 2.444¢ per kWh

All excess kilowatt-hours*@ 18.165¢ per kWh

May–October

First 250,000,000 kilowatt-hours*@ 2.444¢ per kWh

All excess kilowatt-hours*@ 18.165¢ per kWh

Firming-Up Charge

Secondary energy supplied by

Corner Brook Pulp and Paper Limited*@ 2.882¢ per kWh

RSP Adjustment - Current Plan.....@ (0.023)¢ per kWh

Project Cost Recovery Rider.....@ 0.798¢ per kWh

CDM Cost Recovery Adjustment.....@ 0.035¢ per kWh

***Subject to RSP Adjustment, CDM Cost Recovery Adjustment, and Project Cost Recovery Rider**

Adjustment for Losses

If the metering point is on the load side of the transformer, either owned by the customer or specifically assigned to the customer, an adjustment for losses as determined in consultation with the customer prior to January 31 of each year shall be applied to metered demand and energy.

Adjustment for Station Services and Step-Up Transformer Losses

If the metering point is not on the generator output terminals of NP's generators, an adjustment for Newfoundland Power's power consumption between the generator output terminals and the metering point as determined in consultation with the customer prior to the implementation of the metering shall be applied to the metered demand.

Weather Adjustment

This section outlines procedures and calculations related to the weather adjustment applied to NP's Maximum Native Load.

- a) Weather adjustment shall be undertaken for use in determining NP's Billing Demand.
- b) Weather adjustment shall be derived from Hydro's NP native peak demand model.
- c) By September 30th of each year, Hydro shall provide NP with an updated weather adjustment coefficient incorporating the latest year of actuals.
- d) The underlying temperature and wind speed data utilized to derive weather adjustment shall be sourced to weather station data for the St. John's, Gander, and Stephenville airports reported by Environment Canada. NP's regional energy sales shall be used to weigh regional weather data. Hydro shall consult with NP to resolve any circumstances arising from the availability of, or revisions to, weather data from Environment Canada and/or wind chill formulation.
- e) The primary definition for the temperature weather variable is the average temperature for the peak demand hour and the preceding seven hours. The primary definition for the wind weather data is the average wind speed for the peak demand hour and the preceding seven hours. Hydro will consult with NP should data anomalies indicate a departure from the primary definition of underlying weather data.
- f) Subject to the availability of weather data from Environment Canada, Hydro shall prepare a preliminary estimate of the Weather-Adjusted Native Load by March 15th of each year, and a final calculation of the Weather-Adjusted Native Load by April 5th of each year.

General

This rate schedule does not include the Harmonized Sales Tax (HST) that applies to electricity bills.

With respect to all matters where the customer and Hydro consult on resolution but are unable to reach a mutual agreement, the billing will be based on Hydro's best estimate.

Schedule of Rates, Rules and Regulations
Industrial – Firm

INDUSTRIAL – FIRM

Availability

Any person purchasing power, other than a retailer, supplied from the Interconnected Island bulk transmission grid at voltages of 66 kV or greater on the primary side of any transformation equipment directly supplying the person and who has entered into a contract with Hydro for the purchase of firm power and energy.

Base Rate*

Demand Charge

The rate for Firm Power, as defined and set out in the Industrial Service Agreements, shall be \$10.73 per kilowatt (kW) per month of billing demand.

Firm Energy Charge

Base Rate @ 4.428¢ per kWh

RSP Adjustment

Current Plan @ 1.060¢ per kWh
Current Plan Mitigation Adjustment..... @ (0.675)¢ per kWh
Current Plan Total @ 0.385¢ per kWh

Total RSP Adjustment – All kilowatt-hours @ 0.385¢ per kWh

CDM Cost Recovery Adjustment..... @ 0.014¢ per kWh

*Schedule of Rates, Rules and Regulations
Industrial – Firm*

Specifically Assigned Charges

The table below contains the additional annual specifically assigned charges for customer plant in service that is specifically assigned to the Customer.

	Annual Amount
Corner Brook Pulp and Paper Limited	\$13,311
Braya Renewable Fuels (Newfoundland) GP Inc.	\$107,678
Teck Resources Limited	\$51,789
Vale	\$145,352

***Subject to RSP Adjustments and CDM Cost Recovery Adjustment**

RSP Adjustments refers to all applicable adjustments arising from the operation of Hydro's Rate Stabilization Plan, which levelizes variations in hydraulic production, fuel cost, load and rural rates.

The CDM Cost Recovery Adjustment is updated annually to provide recovery over a seven-year period of costs charged annually to the Conservation and Demand Management (CDM) Cost Deferral Account.

Adjustment for Losses

If the metering point is on the load side of the transformer, either owned by the customer or specifically assigned to the customer, an adjustment for losses as determined in consultation with the customer prior to January 31 of each year shall be applied.

General

Details regarding the conditions of Service are outlined in the Industrial Service Agreements.

This rate schedule does not include the Harmonized Sales Tax (HST) that applies to electricity bills.

INDUSTRIAL – NON-FIRM

Availability

Any person purchasing power, other than a retailer, supplied from the Interconnected Island bulk transmission grid at voltages of 66 kV or greater on the primary side of any transformation equipment directly supplying the person and who has entered into a contract with Hydro for the purchase of firm power and energy.

Rate

Non-Firm Energy Charge (¢ per kWh)

Non-Firm Energy is deemed to be supplied from thermal sources. The following formula shall apply to calculate the Non-Firm Energy rate:

$$\{(A \div B) \times (1 + C) \times (1 \div (1 - D))\} \times 100$$

- A = the monthly average cost of fuel per barrel for the energy source in the current month or, in the month the source was last used
- B = the conversion factor for the source used (kWh/bbl)
- C = the administrative and variable operating and maintenance charge (10%)
- D = the average system losses on the Island Interconnected grid for the last five years ending in 2016 (3.34%).

The energy sources and associated conversion factors are:

- 1) Holyrood, using No. 6 fuel with a conversion factor of 583 kWh/bbl
- 2) Gas turbines using No. 2 fuel with a conversion factor of 475 kWh/bbl
- 3) Diesels using No. 2 fuel with a conversion factor of 556 kWh/bbl

Adjustment for Losses

If the metering point is on the load side of the transformer, either owned by the customer or specifically assigned to the customer, an adjustment for losses as determined in consultation with the customer prior to January 31 of each year shall be applied.

General

Details regarding the conditions of Service are outlined in the Industrial Service Agreements.

This rate schedule does not include the Harmonized Sales Tax (HST) that applies to electricity bills.

*Schedule of Rates, Rules and Regulations
Industrial – Wheeling*

INDUSTRIAL – WHEELING

Availability

Any person purchasing power, other than a retailer, supplied from the Interconnected Island bulk transmission grid at voltages of 66 kV or greater on the primary side of any transformation equipment directly supplying the person and who has entered into a contract with Hydro for the purchase of firm power and energy and whose Industrial Service Agreement so provides.

Rate

Energy Charge

All kWh (net of losses)*@ 0.831¢ per kWh

*For the purpose of this Rate, losses shall be 3.34%, the average system losses on the Island Interconnected Grid for the last five years ending in 2016.

General

Details regarding the conditions of Service are outlined in the Industrial Service Agreements.

This rate schedule does not include the Harmonized Sales Tax (HST) that applies to electricity bills.

RATE STABILIZATION PLAN RULES FOR BALANCE DISPOSITION

The Rate Stabilization Plan (“RSP”) of Newfoundland and Labrador Hydro (“Hydro”) was established for Hydro’s Utility customer, Newfoundland Power Inc. (“Newfoundland Power”), and Island Industrial customers to smooth rate impacts for variations between actual results and test year cost of service estimates for:

- Hydraulic production;
- No. 6 fuel cost used at Hydro’s Holyrood Thermal Generating Station;
- Customer load (Utility and Island Industrial); and
- Rural rates.

In Board Order No. P.U. 33(2021), the Board of Commissioners of Public Utilities (“Board”) approved the Supply Cost Variance Deferral Account to deal with future supply cost variances on the Island Interconnected System beginning in the month in which Hydro was required to begin payments under the Muskrat Falls Purchase Power Agreement (i.e., November 2021). The approval of the Supply Cost Variance Deferral Account discontinued transfers to the RSP, effective as of the implementation of the Supply Cost Variance Deferral Account, resulting from variations in future costs associated with the test year cost of service estimates for the items listed above. However, the Board directed that the RSP balances be maintained for the transparent and timely recovery of historical balances. The following rules provide for the disposition of historical balances in accordance with the RSP Rules previously approved by the Board.

Section A: Hydraulic Production Variation Balance Disposition

1. Financing

Each month, financing charges, using Hydro's approved test year weighted average cost of capital, will be calculated on the balance.

2. Hydraulic Variation Customer Assignment

Customer assignment of hydraulic variations will be performed annually as follows:

$$(E \times 25\%) + F$$

Where:

E = Hydraulic Variation Account Balance as of October 31, 2021, excluding financing charges; and

F = Financing charges accumulated to December 31 for each year.

The total amount of the Hydraulic Customer Assignment shall be removed from the Hydraulic Variation Account.

3. Customer Allocation

The annual customer assignment will be allocated among the Island Interconnected customer groups of (i) Newfoundland Power, (ii) Island Industrial Firm, and (iii) Rural Island Interconnected. The allocation will be based on percentages derived from 12 months-to-date kWh up to October 31,

*Schedule of Rates, Rules and Regulations
Rate Stabilization Plan*

2021 for Utility Firm and Firmed-Up Secondary invoiced energy, Industrial Firm invoiced energy, and Rural Island Interconnected bulk transmission energy.

The portion of the hydraulic customer assignment, which is initially allocated to Rural Island Interconnected, will be re-allocated between Newfoundland Power and regulated Labrador Interconnected customers in the same proportion to which the Rural Deficit was allocated in the approved test year cost of service study.

The Newfoundland Power and Island Industrial customer allocations shall be included with the Newfoundland Power and Island Industrial RSP balances, respectively, as of December 31 each year. The Labrador Interconnected Hydraulic customer allocation shall be written off to Hydro's net income (loss).

Section B: Fuel Cost Variation, Load Variation and Rural Rate Alteration

1. Customer Allocation: Load and Fuel Activity Historical Balance

The year-to-date total for fuel price variation as of October 31, 2021 and the year-to-date total for the load variation as of October 31, 2021 will be allocated among the Island Interconnected customer groups of (i) Newfoundland Power, (ii) Island Industrial Firm, and (iii) Rural Island Interconnected. The allocation will be based on percentages derived from 12 months-to-date kWh as of October 31, 2021 for Utility Firm and Firmed-Up Secondary invoiced energy, Industrial Firm invoiced energy, and Rural Island Interconnected bulk transmission energy.

The year-to-date portion of the fuel price variation as of October 31, 2021 and the year-to-date portion of the load variation as of October 31, 2021, which is initially allocated to Rural Island Interconnected, will be re-allocated between Newfoundland Power and regulated Labrador Interconnected customers in the same proportion which the Rural Deficit was allocated in the approved test year cost of service study.

The amount allocated to regulated Labrador Interconnected customers will be removed from the plan and written off to Hydro's net income (loss).

2. Customer Allocation: Rural Rate Alteration Activity Historical Balance

The rural rate alteration as of October 31, 2021 will be allocated between Newfoundland Power and regulated Labrador Interconnected customers in the same proportion to which the Rural Deficit was allocated in the approved test year cost of service study. The portion allocated to regulated Labrador Interconnected will be removed from the plan and written off to Hydro's net income (loss).

3. Plan Balances

Separate plan balances for Newfoundland Power and the Island Industrial customer class will be maintained. The RSP balances shall be adjusted by other amounts as ordered by the Board. Financing charges on the plan balances will be calculated monthly using Hydro's approved test year weighted average cost of capital.

Section C: Adjustment

1. Newfoundland Power

As of March 31 each year, Newfoundland Power's adjustment rate for the 12-month period commencing the following July 1 is determined as the rate per kWh that is projected to collect:

Newfoundland Power March 31 Balance

less projected recovery/repayment of the balance for the following three months (if any), estimated using the energy sales (kWh) for April, May and June from the previous year;

plus forecast financing charges to the end of the 12-month recovery period (i.e., June in the following calendar year);

divided by the 12-months-to-date firm plus firmed-up secondary kWh sales to the end of March.

2. Island Industrial Customers

As of December 31 each year, the adjustment rate for Island Industrial customers for the 12-month period commencing January 1 is determined as the rate per kWh that is projected to collect:

Industrial December 31 Balance

plus forecast financing charges to the end of the following calendar year;

divided by the 12-months-to-date kWh sales to the end of December.

Schedule of Rates, Rules and Regulations
Conservation and Demand Management Cost Recovery

CONSERVATION AND DEMAND MANAGEMENT COST RECOVERY

The CDM Cost Recovery Adjustment, expressed in cents per kWh, will be calculated to provide for the recovery of costs charged annually to the Conservation and Demand Management Cost Deferral Account (the “CDM Cost Deferral Account”) over a seven-year period.

For the initial year of calculating the CDM Cost Recovery Adjustment, the CDM Cost Recovery Adjustment will be calculated to recover 1/7th of the CDM Cost Deferral Account balance at December 31 of the previous year. For each subsequent year, the CDM Cost Recovery Adjustment will be calculated to recover the sum of individual amounts representing 1/7th of the transfer to the CDM Deferral Account for the previous year and the amortizations carried forward from prior years.

There will be different CDM Cost Recovery Adjustments for Island Industrial Customers and Newfoundland Power. The CDM Cost Recovery Adjustment for Island Industrial Customers will be calculated based upon the Island Interconnected Recoverable Amount allocated for recovery from Island Industrial Customers. The CDM Cost Recovery Adjustment for Newfoundland Power will be calculated based upon the allocated Island Interconnected Recoverable Amount to Newfoundland Power (including the allocated Island Interconnected Hydro Rural Amount) plus the allocated Hydro Rural Isolated System amount to Newfoundland Power.

Assignment of Customer Balance for Recovery

The Island Interconnected Recoverable Amount will be allocated among the Island Interconnected customer groups of (1) Newfoundland Power; (2) Island Industrial Firm; and (3) Rural Island Interconnected. The allocation will be based on percentages of previous calendar year sales for Utility Firm and Firmed-Up Secondary invoiced energy, Industrial Firm invoiced energy, and Rural Island Interconnected bulk transmission energy.

The portion of the Island Interconnected Recoverable Amount, which is initially allocated to Rural Island Interconnected, will be added to the Hydro Rural Isolated System Recoverable Amount, and then re-allocated between Newfoundland Power and regulated Labrador Interconnected customers in the same proportion which the Rural Deficit was allocated in the approved Test Year Cost of Service Study.

The Labrador Interconnected Recoverable Amount shall be written off to Hydro's net income (loss).

*Schedule of Rates, Rules and Regulations
Conservation and Demand Management Cost Recovery*

CDM Cost Recovery Adjustment

Newfoundland Power

The adjustment rate for each year will be determined as follows:

$$B = (C \div D)$$

Where:

- B = adjustment rate (¢ per kWh) for the 12-month period commencing the following July.
- C = Recoverable Amount assigned to Newfoundland Power from the previous calendar year.
- D = energy sales (kWh) (firm and firm-up secondary) to Newfoundland Power for the previous calendar year.

Island Industrial Customers

The adjustment rate for each year will be determined as follows:

$$E = (F \div H)$$

Where:

- E = adjustment rate (¢ per kWh) for the 12-month period commencing the following July.
- F = Recoverable Amount assigned to Industrial Customers from the previous calendar year.
- H = firm energy sales (kWh) to Industrial Customers for the previous calendar year.

RULES AND REGULATIONS

APPLICABILITY:

These general Rules and Regulations apply to all Hydro Rural Customers.

1. INTERPRETATION

(a) In these Rates and Rules the following definitions shall apply:

- (i) **"Act"** means the *Public Utilities Act*, RSNL 1990, c.P-47 as amended from time to time.
- (ii) **"Annual Review Billing Month"** represents the billing month in which the utility provides payment for the Banked Energy Credits.
- (iii) **"Annual Review Date"** means the date that marks a Customer-Generator's annual participation in the Net Metering Service Option. The Annual Review Date occurs during the Annual Review Billing Month.
- (iv) **"Applicant"** means any person who applies for Service.
- (v) **"Banked Energy Credits"** represent the amount of kilowatt-hour ("kWh") energy supplied by the customer to the utility that is in excess of the kWh energy supplied by the utility to the customer. Banked Energy Credits will be reduced to zero whenever the customer generator receives payment for the outstanding balance.
- (vi) **"Board"** means the Board of Commissioners of Public Utilities of Newfoundland and Labrador.
- (vii) **"Customer"** means any person who accepts or agrees to accept Service.
- (viii) **"Customer-Generator"** is a utility customer that has renewable generation on its serviced premise and uses this generation to offset part or all of their electrical energy requirements. Customers with standby generation that does not normally operate while connected to the utility system are not included as Customer-Generators.
- (ix) **"Customer Generation Credit"** represents a monetary credit to the Customer-Generator for energy supplied by the customer to the utility.
- (x) **"Disconnected"** or **"Disconnect"** in reference to a Service means the physical interruption of the supply of electricity thereto.
- (xi) **"Discontinued"** or **"Discontinue"** in reference to a Service means to terminate the Customer's on-going responsibility with respect to the Service.

Schedule of Rates, Rules and Regulations
Rules and Regulations

- (xii) **"Domestic Unit"** means a house, apartment or other similar residential unit which is normally occupied by one family, or by a family and no more than four other persons who are not members of that family, or which is normally occupied by no more than six unrelated persons.
- (xiii) **"Generation Energy Credit"** equals the kWh energy supplied by the customer to the utility during the billing month plus any Banked Energy Credits. However, the Generation Energy Credit applied in the current month cannot exceed the energy supplied by the utility to the customer during the billing month.
- (xiv) **"Government Departments"** means electric service accounts of Provincial or Federal government departments, agencies, boards, commissions, and crown corporations but excludes hospitals, fish plants, churches, schools, community halls, municipal buildings and like facilities.
- (xv) **"Hydro"** means Newfoundland and Labrador Hydro.
- (xvi) **"Hydro Rural customers"** means regulated customers served by Hydro other than industrial customers and Newfoundland Power.
- (xvii) **"Net Metering Service"** is a metering and billing practice that enables Customer-Generators of renewable energy to offset part or all of their electricity requirements by utilizing their own generation. Electricity generated in excess of the customer's energy requirements is permitted to be credited against customer energy purchases within certain limitations.
- (xviii) **"Service"** means any service(s) provided by Hydro pursuant to these Regulations.
- (xix) **"Serviced premises"** means the premises at which Service is delivered to the Customer.
- (xx) **"Sizing Limits"** represent the maximum capacity for qualifying generating equipment for each Customer-Generator.
- (xxi) **"Utility Supply Cost"** represents the total of the: basic customer charge, energy charges and demand charge, where applicable, for energy supplied to the customer during the billing month.

Schedule of Rates, Rules and Regulations
Rules and Regulations

(b) Unless the context requires otherwise these Rates and Rules shall be interpreted such that:

(i) Words imparting male persons include female persons and corporations.

Words imparting the singular include the plural and vice versa.

2. CLASSES OF SERVICE

(a) Hydro shall provide the following classes of Service:

ISLAND INTERCONNECTED AREA/LANSE AU LOUP AREA

- 1.1 Domestic
- 1.1S Domestic Seasonal
- 1.3 Burgeo School and Library
- 2.1 General Service, 0–100 kW
- 2.3 General Service, 110 kVA (100 kW)–1,000 kVA
- 2.4 General Service, 1,000 kVA and Over
- 4.1 Street and Area Lighting Service

ISLAND AND LABRADOR DIESEL AREA

- 1.2D Domestic Diesel – Non-Government
- 1.2DS Domestic Seasonal Diesel – Non-Government
- 2.1D General Service Diesel – Non-Government, 0–10 kW
- 2.2D General Service Diesel – Non-Government, 10 kW and Over
- 4.1D Street and Area Lighting Service Diesel – Non-Government
- 1.2G Domestic Diesel - Government Departments
- 2.1G General Service Diesel – Government Departments, 0–10 kW
- 2.2G General Service Diesel – Government Departments, 10 kW and Over
- 4.1G Street and Area Lighting Service Diesel – Government Departments

LABRADOR INTERCONNECTED AREA

- 1.1L Domestic
- 2.1L General Service, 0–10 kW
- 2.2L General Service, 10–100 kW (110 kVA)
- 2.3L General Service, 110 kVA (100 kW)–1,000 kVA
- 2.4L General Service, 1,000 kVA and Over
- 4.1L Street and Area Lighting Service
- 4.11L Street and Area Lighting Service Labrador – Installed as of Sept. 1, 2002
- 4.12L Street and Area Lighting Service Labrador– Customer Owned
- 5.1L Secondary Energy

- (b) The terms and conditions relating to each class of Service shall be those approved by the Board from time to time.
- (c) Service, other than Street and Area Lighting Service, shall be metered except where the energy consumption is relatively low and constant and in the opinion of Hydro can be readily determined without metering.
- (d) The Customer shall use the Service on the Serviced Premises only. The Customer shall not resell the Service in whole or in part except that the Customer may include the cost of Service in charges for the lease of space or as part of the cost of other services provided by the Customer.

3. APPLICATION FOR SERVICE

- (a) An Applicant, when required by Hydro, shall complete a written Electrical Service Contract.
- (b) An application for Service, when accepted by Hydro, constitutes a binding contract between the Applicant and Hydro which cannot be assigned.
- (c) The person who signs an application for Service shall be personally liable for Service provided pursuant thereto, unless that person has authority to act for another Person denoted as the Applicant on the application for Service.
- (d) Hydro may in its discretion refuse to provide Service to an Applicant where:
 - (i) The Applicant fails or refuses to complete an application for Service.
 - (ii) The Applicant provides false or misleading information on the application for Service.
 - (iii) The Applicant or the Owner or an Occupant of the Serviced Premises has a bill for any Service which is not paid in full 30 days or more after issuance.

Schedule of Rates, Rules and Regulations
Rules and Regulations

- (iv) The Applicant fails to provide the security or guarantee required under Regulation 4.
 - (v) The Applicant is not the owner or an occupant of the Serviced Premises.
 - (vi) The Service requested is already supplied to the Serviced Premises for another Customer who does not consent to having his Service Discontinued.
 - (vii) The Applicant does not pay a charge described in Regulation 9 (b), (c), or (d).
 - (viii) The Applicant otherwise fails to comply with these Regulations.
- (e) A Customer who has not completed an application for Service shall do so within 5 days of a request having been made by Hydro in writing.

4. SECURITY FOR PAYMENT

- (a) An Applicant or a Customer shall give such reasonable security for the payment of charges as may be required by Hydro. When the Customer has established two consecutive years of good credit history, the security deposit will be refunded with simple interest calculated at a Rate equivalent to the Rate paid from time to time by the chartered banks on over-the-counter withdrawal savings accounts.
- (b) Hydro may in its discretion require special guarantees from an Applicant or Customer whose location or load characteristics would require abnormal investment in facilities or who requires Service of a special nature.

5. SERVICE STANDARDS - METERED SERVICES

- (a) Service shall normally be provided at one of the following nominal standard secondary voltages depending upon the requirements of the load to be served and the availability of a three phase supply:

Single phase, 3-Wire	-	120/240 volts
Three phase, 4-Wire	-	120/208 volts wye
Three phase, 4-Wire	-	347/600 volts wye

Service at any other supply voltage may be provided in special cases at the discretion of Hydro.

- (b) Service to customers who are provided Domestic Service shall be supplied at single phase 120/240 volt or as part of a multiunit building, at single phase 120/208 volts. Hydro may if requested by the customer, provide three phase service if a contribution in aid of construction is paid to Hydro in accordance with regulation 9(c).

Schedule of Rates, Rules and Regulations
Rules and Regulations

- (c) Hydro shall determine the point at which power and energy is delivered from Hydro's facilities to the Customer's electrical system.
- (d) Service entrances shall be in a location satisfactory to Hydro and, except as otherwise approved by Hydro, shall be wired for outdoor meters.
- (e) Where Hydro has reason to believe that Service to a Customer has or will have load characteristics which may cause undue interference with Service to another Customer, the Customer shall upon written notice by Hydro provide and install, at his expense and within a reasonable period of time, the equipment necessary to eliminate or prevent such interference.
- (f) (i) Any Customer having a connected load or a normal operating demand of more than 25 kilowatts, in areas where space limitations or aesthetic reasons make it impractical to use a pole mounted transformer bank, shall, on request of Hydro, install and maintain a padmount transformer and all associated underground wiring, or provide at his expense a suitable vault or enclosure on the Serviced Premises for exclusive use by Hydro for its equipment necessary to supply and maintain service to the Customer.

(ii) Where either the service requirements of a Customer or changes to a Customer's electrical system necessitate the installation of additional equipment to Hydro's system which cannot be accommodated in Hydro's existing vaults or structures, the Customer shall, on request of Hydro, provide at the Customer's expense such additional space in its vault or enclosure as Hydro shall require to accommodate the additional equipment.
- (g) The Customer shall not use a Service for across the line starting of motors rated over 10 horsepower except where specifically approved by Hydro.
- (h) For Services having rates based on kilowatt demand, the average power factor shall not be less than 90%. Hydro, in its discretion, may make continuous tests of power factor or may test the Customer's power factor from time to time. If the Customer's power factor is lower than 90%, the Customer shall upon written notice by Hydro provide, at his expense, power factor corrective equipment to ensure that a power factor of not less than 90% is maintained.
- (i) Hydro shall provide transformation for Service up to 500 kVA where the required service voltage is one of Hydro's standard service voltages and installation is in accordance with Hydro's standards. In other circumstances, Hydro, on such conditions as it deems acceptable, may provide the transformation.
- (j) All Customer wiring and installations shall be in compliance with all statutory and regulatory requirements including the Canadian Electrical Code, Part 1 and, where applicable, in accordance with Hydro's specifications. However, the provision of Service shall not in any way be construed as acceptance by Hydro of the Customer's electrical system.

- (k) The Customer shall provide such protective devices as may be necessary to protect his property and equipment from any disturbance beyond the reasonable control of Hydro.

6. SERVICE STANDARDS - STREET AND AREA LIGHTING SERVICE

- (a) For Street and Area Lighting Service Hydro shall use its best efforts to provide illumination during the hours of darkness for a total of approximately 4200 hours per year. Hydro shall, subject to Regulation 9 (i) make all repairs necessary to maintain service.
- (b) Hydro shall supply the energy required and shall provide and maintain the illuminating fixtures and lamps together with necessary overhead conductors, control equipment and other devices.
- (c) Hydro shall not be required to provide Street and Area Lighting Service where, in the opinion of Hydro, the normal Service is unsuitable for the task or where the nature of the activities carried out in the area would likely result in damage to the poles, wiring or fixtures.
- (d) Hydro shall provide a range of fixture sizes utilizing an efficient lighting source in accordance with current standards in the industry and shall consult with the Customer regarding the most appropriate use of such fixtures for any specific installation.
- (e) The location of fixtures for Street and Area Lighting Service shall be determined by Hydro in consultation with the Customer. After poles and fixtures have been installed they shall not be relocated except at the expense of the Customer.
- (f) Hydro does not guarantee that fixtures used for Street and Area Lighting Service will illuminate any specific area.
- (g) Where the installation of fixtures is required in a location where there are no existing distribution poles the Customer shall pay any contribution in aid of construction as may be determined under Hydro's policy for the pole line extension required to supply electric service to the location of the fixtures.
- (h) Hydro shall not be required to provide additional Street and Area Lighting Service to a Customer where on at least two occasions in the preceding twelve months, his bill for such Service has been in arrears for more than 30 days.

7. METERING

- (a) Service to each building shall be metered separately except as provided in Regulation 7(b).
- (b) Service to buildings and facilities on the same Serviced Premises which are occupied by the same Customer may, subject to Regulation 7(c), be metered together provided the Customer supplies and maintains all distribution facilities beyond the point of supply.

Schedule of Rates, Rules and Regulations
Rules and Regulations

- (c) Except as provided in Regulation 7(d) Service to each new Domestic Unit shall be metered separately.
- (d) Where an existing Domestic Unit is subdivided into two or more new Domestic Units, Service to the new Domestic Units may, in the discretion of Hydro, be metered together.
- (e) Where four or more Domestic Units are metered together, the Basic Customer Charge shall be multiplied by the number of Domestic Units.
- (f) Where the Service to a Domestic Unit has a connected load for commercial or nondomestic purposes exceeding 3000 watts, exclusive of space heating, the Service shall not qualify for the Domestic Service Rate.
- (g) Hydro shall not be required to provide more than one meter per Service, however, sub-metering by the Customer for any purpose not inconsistent with these Regulations is permitted.
- (h) Subject to Regulations 7(c) and 7(g) Service to different units of a building may, at the request of the Customer, be combined on one meter or be metered separately.
 - (i) Maximum demand for billing purposes shall be determined by demand meter or, at the option of Hydro, may be based on:
 - (i) 80% of the connected load, where the demand does not exceed 100 kW, or
 - (ii) The smallest size transformer(s) required to serve the load if it is intermittent in nature such as X-Ray, welding machines or motors that operate for periods of less than thirty minutes, or
 - (iii) The kilowatt-hour consumption divided by an appropriate number of hours use where the demand is less than 10 kW.
 - (j) When charges are based on maximum demand the metering shall normally be in kVA if the applicable Rate is in kVA and in kW if the applicable Rate is in kW.

If the demand is recorded on a kVA meter but the applicable Rate is based on a kW demand, the recorded demand may be decreased by ten percent (10%) and the result shall be treated as the kW demand for billing purposes.

Schedule of Rates, Rules and Regulations
Rules and Regulations

- (k) The Customer shall ensure that meters and related equipment are visible and readily accessible to Hydro's personnel and are suitably protected. Unless otherwise approved by Hydro, meters shall be located outdoors and shall not subsequently be enclosed.
- (l) If a meter is located indoors and Hydro employees are unable to obtain access to read the meter at the normal reading time for three consecutive months, the Customer shall upon written notice given by Hydro, provide for the installation of an outdoor meter at his expense.
- (m) In the event that a dispute arises regarding the accuracy of a meter, and Hydro is unable to resolve the matter with the Customer then either the Customer or Hydro shall have the right to request an accuracy test in accordance with the requirements of the Electricity Inspection Act of Canada. Should the test indicate that the meter accuracy is not within the allowable limits, the Customer's bill shall be adjusted in accordance with the provisions of the said Act and all costs involved in the removal and testing of the meter shall be borne by Hydro. Should the test confirm the accuracy of the meter, the costs involved shall be borne by the party requesting the test. Hydro may require a Customer to deposit with Hydro in advance of testing, an amount sufficient to cover the costs involved.
- (n) Metering shall normally be at secondary distribution voltage level but may at the option of Hydro be at the primary distribution level. When metering is at the primary distribution voltage (4–25KV) the monthly demand and energy consumption shall be reduced by 1.5%.

8. METER READING

- (a) Where reasonably possible Hydro shall read meters monthly provided that Hydro may, at its discretion, read meters at some other interval and estimate the reading for the intervening month(s). Areas which consist primarily of cottages will have their meters read four times per year and Hydro will estimate the readings for all other months.
- (b) If Hydro is unable to obtain a meter reading due to circumstances beyond its reasonable control, Hydro may estimate the reading.
- (c) If due to any cause a meter has not correctly recorded energy consumption or demand, then the probable consumption or demand shall be estimated in accordance with the best data available and used to determine the relevant charge.

9. CHARGES

- (a) Every Customer shall pay Hydro the charges approved by the Board from time to time for the Service(s) provided to the Customer or provided to the Serviced Premises at the Customer's request.
- (b) Where a Customer requires Service for a period of less than three (3) years, the Customer shall pay Hydro a "Temporary Connection Fee". The Temporary Connection Fee is calculated as the estimated labour cost of installing and removing lines and equipment necessary for the Service plus the estimated cost of non-salvageable material. The Payment may be required in advance or subject to credit approval, billed to the Customer.
- (c) Where special facilities are required or requested by the Customer or any facility is relocated at the request of the Customer, the Customer shall pay Hydro the estimated additional cost of providing the special facilities and the estimated cost of the relocation less any betterment. The payment may be required in advance or, subject to credit approval, billed to the customer.
- (d) The Customer shall pay Hydro in advance or on such other terms approved by the Board from time to time any contribution in aid of construction as may be determined by the methods prescribed by the Board.
- (e) The Customer shall pay Hydro the amount set forth in the Rate for all poles required for Street and Area Lighting Service which are in addition to those installed by Hydro for the distribution of electricity. This charge shall not apply to Hydro poles and communications poles used jointly for Street and Area Lighting Service and communications attachments.
- (f) Where a service is Disconnected pursuant to Regulation 12(a), b(ii), (c), or (d) and the Customer subsequently requests that the service be reconnected, the Customer shall pay a reconnection fee. Where a Service is disconnected pursuant to Regulation 12(g) and an Applicant subsequently requests that the service be reconnected, the Applicant shall pay a reconnection fee. Applicants that pay the reconnection fee will not be required to pay the application fee. The reconnection fee shall be \$20.00 where the reconnection is done during Hydro's normal office hours or \$40.00 if it is done at other times.
- (g) Where a Service, other than a Street and Area Lighting Service, is Discontinued pursuant to Regulation 11(a), or Disconnected pursuant to Regulations 12(a), b(ii), (c) or (d) and the Customer subsequently requests that the Service be restored within 12 months, the Customer shall pay, in advance, the minimum monthly charges that would have been incurred over the period if the Service had not been Discontinued or Disconnected.
- (h) (i) Where a Street and Area Lighting Service is Discontinued pursuant to Regulation 11(a), (b), or (c), or 9(i), or when a Customer requests removal of existing fixtures, and/or poles, the Customer shall pay at the time of removal an amount equal to the unrecovered capital cost, plus the cost of removal less any salvage value of only the poles to be Discontinued or removed.

Schedule of Rates, Rules and Regulations
Rules and Regulations

- (ii) If a Customer requests the subsequent replacement of the fixture, either immediately or at any time within 12 months by another, whether or not of the same type or size, the Customer shall pay, in advance, an amount equal to the unrecovered capital cost of the fixture removed, plus the cost of removal, less any non-luminaire salvage, as well as the monthly charges that would have been incurred over the period if the Service had not been Discontinued.
- (iii) Where a Street and Area Lighting Service is Discontinued, any pole dedicated solely to the Street and Area Lighting Service may, at the Customer’s request, remain in place for up to 24 months from the date of removal of the fixture, during which time the Customer shall continue to pay the prescribed monthly charge for the pole.
- (i) Where street and area lighting fixtures or lamps are wantonly, wilfully, or negligently damaged or destroyed (other than through the negligence of Hydro), Hydro, at its option and after notifying the Customer by letter, shall remove the fixtures and the monthly charges for these fixtures will cease thirty days after the date of the letter. However, if the customer contacts Hydro within thirty days of the date of the letter and agrees to pay the repair costs in advance and all future repair costs, Hydro will replace the fixture and rental charges will recommence. If any future repair costs are not paid within three months of the date invoiced, Hydro, after further notifying the Customer by letter, may remove the fixtures. In all such cases the fixtures shall not be replaced unless the Customer pays to Hydro in advance all amounts owing prior to removal plus the cost of removing the old fixtures and installing the new fixtures.
- (j) Where a Service other than Street and Area Lighting Service is not provided to the Customer for the full monthly billing period or where Street and Area Lighting Service is not provided for more than seven (7) days during the monthly billing period, the relevant charge to the Customer for the Service for that period may be prorated except where the failure to provide the Service is due to the Customer or to circumstances beyond the reasonable control of Hydro.
- (k) Where a Customer's Service is at primary distribution or transmission voltage and the Customer provides his own transformation and all other facilities beyond the designated point of supply the monthly demand charge shall, subject to the minimum monthly charge, be reduced as follows:

For the Island Interconnected, L’Anse au Loup and Isolated service areas:

- (i) For supply at 4 KV to 25 KV \$0.40 per kVA
- (ii) For supply at 33 KV to 138 KV \$0.90 per kVA

For the Labrador Interconnected service area:

- (iii) For supply at 4 KV to 25 KV \$0.25 per kVA

Schedule of Rates, Rules and Regulations
Rules and Regulations

- (iv) For supply at 33 KV to 138 KV \$0.60 per kVA

- (l) Where a Customer's monthly demand has been permanently reduced because of the installation of peak load controls, power factor correction, or by rendering sufficient equipment inoperable, by any means satisfactory to Hydro, the monthly demands recorded prior to the effective date of such reduction may be adjusted when determining the Customer's demand for billing purposes thereafter. Should the Customer's demand increase above the adjusted demands in the following 12 months, the Customer will be billed for the charges that would have been incurred over the period if the demand had not been adjusted.

- (m) Charges may be based on estimated readings or costs where such estimates are authorized by these Regulations.

- (n) An application fee of \$8.00 will be charged for all requests for Customer name changes and connection of new Serviced Premises. Landlords will be exempted from the application fee for name changes at Serviced Premises for which a landlord agreement pursuant to Regulation 11(f) is in effect.

10. BILLING

- (a) Hydro shall bill the Customer monthly for charges for Service. However, when a Service is disconnected or a bill is revised, Hydro may issue an additional bill.

- (b) The charges for Street and Area Lighting Service may be included as a separate item on a bill for any other Service.

- (c) Bills are due and payable when issued. Payment shall be made at such place(s) as Hydro may designate from time to time. Where a bill is not paid in full by the date that a subsequent bill is issued and the amount outstanding is \$50.00 or more, Hydro will charge interest at a rate equal to the prime rate charged by chartered banks on the last day of the previous month plus five percent.

- (d) Where a Customer's cheque or automated payment is not honoured by their financial institution, a charge of \$16.00 may be applied to the Customer's bill.

- (e) Where a Customer is billed on the basis of an estimated charge, an adjustment shall be made in a subsequent bill should such estimate prove to be inaccurate.

- (f) Where between normal meter reading dates, one Customer assumes from another Customer the responsibility for a metered Service or a Service is Discontinued, Hydro may base the billing on an estimate of the reading as of the date of change.

- (g) Where a Customer has been under billed due to an error on the part of Hydro or due to an act or omission by a third party, the Customer may, at the discretion of Hydro, be relieved of the responsibility for all or any part of the amount of the under billing.

11. DISCONTINUANCE OF SERVICE

- (a) A Service may be discontinued by the Customer at any time upon prior notice to Hydro provided that Hydro may require 10 days prior notice in writing.
- (b) A Service may be Discontinued by Hydro upon 10 days prior notice in writing to the Customer if the Customer:
 - (i) Provided false or misleading information on the application for the Service; and
 - (ii) Fails to provide security or guarantee for the Service required under Regulation 4.
- (c) A Service may be discontinued by Hydro without notice if the Service was disconnected pursuant to Rule 12 and has remained Disconnected for over 30 consecutive days.
- (d) When Hydro accepts an application for Service, any prior contract for the same Service shall be discontinued except where an agreement for that Service is signed by a landlord under Regulation 11(f).
- (e) Where a Service has been discontinued, the Service may, at the option of Hydro and subject to Rule 12(a), remain connected.
- (f) A landlord may sign an agreement with Hydro to accept charges for Service provided to a rental premise for all periods when Hydro does not have a contract for Service with a tenant for that premise.

12. DISCONNECTION OF SERVICE

- (a) Hydro shall disconnect a Service within 10 days of receipt of a written request from the Customer.
- (b) Hydro may disconnect a Service without notice to the Customer:
 - (i) Where the Service has been discontinued.
 - (ii) On account of or to prevent fraud or abuse.
 - (iii) Where, in the opinion of Hydro, the Customer's electrical system is defective and represents a danger to life or property.
 - (iv) Where the Customer's electrical system has been modified without compliance with the Electrical Regulations.

Schedule of Rates, Rules and Regulations
Rules and Regulations

- (v) Where the Customer has a building or structure under Hydro's wires which is within the minimum clearances recommended by the Canadian Standards Association.
- (vi) When ordered to do so by any authority having the legal right to issue such order.
- (c) Hydro may, in accordance with its Collection Policies, Disconnect a Service upon prior notice to the Customer if the Customer has a bill for any Service which is not paid in full 30 days or more after issuance.
- (d) Hydro may disconnect a Service upon 10 days prior notice to the Customer if the Customer is in violation of any provision of these Regulations.
- (e) Hydro may refuse to reconnect a Service if the Customer is in violation of any provisions of these Rules or if the Customer has a bill for any Service which is unpaid.
- (f) Hydro may disconnect a service to make repairs or alterations. Where reasonable and practical, Hydro shall give prior notice to the Customer.
- (g) Hydro may disconnect the Service to a rental premises where the landlord has an agreement with Hydro authorizing Hydro to disconnect the Service for periods when Hydro does not have a contract for Service with a tenant of that premises.

13. PROPERTY RIGHTS

- (a) The Customer shall provide Hydro with space and cleared rights-of-way on private property for the line(s) and facilities required to serve the Customer.
- (b) Hydro shall have the right to install, remove or replace such of its property as it deems necessary.
- (c) The Customer shall provide Hydro with access to the Serviced Premises at all reasonable hours for purposes of reading a meter or installing, replacing, removing or testing its equipment, and measuring or checking the connected load.
- (d) All equipment and facilities provided by Hydro shall remain the property of Hydro unless otherwise agreed in writing.
- (e) The Customer shall not unreasonably interfere with Hydro's access to its property.
- (f) The Customer shall not attach wire, cables, clotheslines or any other fixtures to Hydro's poles or other property except by prior written permission of Hydro.
- (g) The Customer shall allow Hydro to trim all trees in close proximity to service lines in order to maintain such lines in a safe manner.

- (h) The Customer shall not erect any buildings or obstructions on any of Hydro's easement lands or alter the grade of such easements by more than 20 centimetres, without the prior approval of Hydro.

14. HYDRO LIABILITY

Hydro shall not be liable for any failure to supply Service for any cause beyond its reasonable control, nor shall it be liable for any loss, damage or injury caused by the use of Services or resulting from any cause beyond its reasonable control.

15. GENERAL

- (a) No employee, representative or agent of Hydro has authority to make any promise, agreement or representation, whether verbal or otherwise, which is inconsistent with these Regulations and no such promise, agreement or representation shall be binding on Hydro.
- (b) Any notice under these Regulations will be considered to have been given to the Customer on the date it is received by the Customer or three days following the date it was delivered or mailed by Hydro to the Customer's last known address, whichever is sooner.

16. POLICIES FOR AUTOMATIC RATE CHANGES

(a) Island Interconnected System:

- (i) As Newfoundland Power changes its rates, Hydro will automatically adjust all rates such that these customers pay the same rates as Newfoundland Power customers.
- (ii) Rates for the Burgeo school and library will increase or decrease by the average rate of change granted to Newfoundland Power from time to time, excluding: Newfoundland Power's changes for the July 1st Municipal Tax and Rate Stabilization adjustments and any fuel rider adjustments.

(b) L'Anse au Loup System:

- (i) As Newfoundland Power changes its rates, Hydro will automatically adjust all rates such that these customers pay the same rates as Newfoundland Power customers.

(c) Isolated Systems:

- (i) Isolated Rural Domestic customers, excluding Government departments, pay the same rates as Newfoundland Power for the basic customer charge and First Block consumption (outlined in Rate 1.2D). Rates charged for consumption above this block will be automatically adjusted by the average rate of change granted Newfoundland Power from time to time.

Schedule of Rates, Rules and Regulations
Rules and Regulations

- (ii) Rates for Isolated Rural General Service customers, excluding Government departments, will increase or decrease by the average rate of change granted Newfoundland Power from time to time.
- (iii) As Newfoundland Power changes its rates, Hydro will automatically adjust Rural Isolated street and area lighting rates, excluding those for Government departments, such that these rates are the same as charged Newfoundland Power customers.

**17. TEMPORARY RESTRICTION FOR LOAD ADDITIONS TO LABRADOR EAST AND LABRADOR WEST
(REVISED)**

Effective September 11, 2018 and until further order of the Board of Commissioners of Public Utilities, Hydro will not provide service connections or service upgrades to an Applicant that will result in the addition of load requirements of greater than 200 kW on the Labrador East and Labrador West Systems. The load addition limit applies to Applicants for single service connection requests for load additions in excess of 200 kW and to Applicants requesting multiple service connections for which the total load addition of the multiple service requests exceeds 200 kW. The load addition limit to Applicants for multiple services will apply to both service requests made concurrently and service requests made at different times for the period while this regulation is in effect.

All Applicants for new services and for name changes on existing services shall complete a written Electrical Service Contract. Hydro will review name change requests on existing serviced premises to ensure that the additional load required to serve the new applicant does not exceed 200 kW. The review of name change requests will also include the review of multiple name change requests and/or new service connection requests from the same Applicant to ensure that the total additional load provided to an individual Applicant will not exceed 200 kW.

When Hydro has reason to believe there are special circumstances surrounding an application for service in Labrador East or Labrador West that will result in the addition of load requirements of greater than 200 kW, where it may be appropriate to approve service connections and upgrades, Hydro may apply to the Board for a variance or exemption to this Regulation.

Hydro will notify the Board of all service connection or service upgrade applications refused by Hydro during the effective period of this Regulation.

**RATE NO. 1.1
DOMESTIC**

Availability

For Service on the Island Interconnected System and the L'Anse au Loup system to a Domestic Unit or to buildings or facilities which are on the same Serviced Premises as a Domestic Unit and used by the same Customer exclusively for domestic or household purposes, whether such buildings or facilities are included on the same meter as the Domestic Unit or metered separately.

Rate (Including Municipal Tax and Rate Stabilization Adjustments)

Basic Customer Charge

Not Exceeding 200 Amp Service \$15.83 per month
Exceeding 200 Amp Service \$20.83 per month

Energy Charge

All kilowatt-hours..... @ 12.346 ¢ per kWh

Minimum Monthly Charge

Not Exceeding 200 Amp Service \$15.83 per month
Exceeding 200 Amp Service \$20.83 per month

Discount

A discount of 1.5% of the amount of the current month's bill will be allowed if the bill is paid within 10 days after it is issued.

General

Details regarding conditions of service are provided in the Rules and Regulations.

This rate does not include the Harmonized Sales tax (HST) which applies to electricity bills.

**RATE NO. 1.1S
DOMESTIC – OPTIONAL**

Availability

Available upon request for Service on the Island Interconnected System and the L'Anse au Loup system to Customers served under Rate No. 1.1 Domestic Service who have a minimum of 12 months of uninterrupted billing history at their current Serviced Premises.

Rate

The Energy Charges provided for in Rate 1.1 Domestic Service Rate shall apply, subject to the following adjustments:

Winter Season Premium Adjustment (Billing Months of December through April)

All kilowatt-hours.....@ 0.953 ¢ per kWh

Non-Winter Season Premium Adjustment (Billing Months of May through November)

All kilowatt-hours.....@ (1.297) ¢ per kWh

Special Conditions

1. An application for Service under this rate option shall constitute a binding contract between the Customer and the Company with an initial term of 12 months commencing the day after the first meter reading date following the request by the customer, and renewing automatically on the anniversary date thereof for successive 12-month terms.
2. To terminate participation on this rate option on the renewal date, the Customer must notify the Company either in advance of the renewal date or no later than 60 days after the anniversary/renewal date. When acceptable notice of termination is provided to the Company, the Customer's billing may require an adjustment to reverse any seasonal adjustments applied to charges for consumption after the automatic renewal date.

RATE NO. 1.3
BURGEO SCHOOL AND LIBRARY

Availability

For Service to Burgeo School and Library.

Rate

Energy Charge:

All kilowatt-hours..... @ 5.798 ¢ per kWh

Discount

A discount of 1.5% of the amount of the current month's bill will be allowed if the bill is paid within 10 days after it is issued.

General

This rate does not include the Harmonized Sales tax (HST) which applies to electricity bills.

Schedule of Rates, Rules and Regulations
Rate No. 2.1 – General Service 0–100 kW (110 kVA)

RATE NO. 2.1
GENERAL SERVICE 0–100 kW (110 kVA)

Availability¹

For Service (excluding Domestic Service) on the Island Interconnected system and the L’Anse au Loup system where the maximum demand occurring in the 12 months ending with the current month is less than 100 kilowatts (110 kilovolt-amperes).

Rate (Including Municipal Tax and Rate Stabilization Adjustments)

Basic Customer Charge

Unmetered.....	\$11.92 per month
Single Phase	\$19.92 per month
Three Phase	\$31.92 per month

Demand Charge

\$9.71 per kW of billing demand in the months of December, January, February and March and \$7.21 per kW in all other months. The billing demand shall be the maximum demand registered on the meter in the current month in excess of 10 kW.

Energy Charge

First 3,500 kilowatt-hours	@ 12.207 ¢ per kWh
All excess kilowatt-hours	@ 9.246 ¢ per kWh

Maximum Monthly Charge

The Maximum Monthly Charge shall be 20.997 cents per kWh plus the Basic Customer Charge, but not less than Minimum Monthly Charge. The Maximum Monthly Charge shall not apply to Customers who avail of the Net Metering Service Option.

Minimum Monthly Charge

Unmetered	\$11.92 per month
Single Phase:	\$19.92 per month
Three Phase:	\$31.92 per month

Discount

A discount of 1.5% of the amount of the current month's bill will be allowed if the bill is paid within 10 days after it is issued.

General

Details regarding metering [in particular Regulation 7 (n)], transformation [in particular Regulation 9(k)], and other conditions of service are provided in the Rules and Regulations.

This rate does not include the Harmonized Sales tax (HST) which applies to electricity bills.

¹ This rate is also available to fish plants in Isolated Rural Systems with a connected load of 30 kW or greater that meet the demand requirements of the rate.

Schedule of Rates, Rules and Regulations
Rate No. 2.3 – General Service 110 kVA (100 kW)–1,000 kVA

RATE NO. 2.3
GENERAL SERVICE 110 kVA (100 kW)–1,000 kVA

Availability¹

For Service on the Island Interconnected system and the L'Anse au Loup system where the maximum demand occurring in the 12 months ending with the current month is 110 kilovolt-amperes (100 kilowatts) or greater but less than 1,000 kilovolt-amperes.

Rate (Including Municipal Tax and Rate Stabilization Adjustments)

Basic Customer Charge:\$48.92 per month

Demand Charge

\$8.15 per kVA of billing demand in the months of December, January, February and March and \$5.65 per kVA in all other months. The billing demand shall be the maximum demand registered on the meter in the current month.

Energy Charge

First 150 kilowatt-hours per kVA of billing demand,
up to a maximum of 50,000 kilowatt-hours @ 10.430¢ per kWh
All excess kilowatt-hours@ 8.470¢ per kWh

Maximum Monthly Charge

The Maximum Monthly Charge shall be 20.997 cents per kWh plus the Basic Customer Charge. The Maximum Monthly Charge shall not apply to Customers who avail of the Net Metering Service Option.

Discount

A discount of 1.5% of the amount of the current month's bill will be allowed if the bill is paid within 10 days after it is issued.

General

Details regarding metering [in particular Regulation 7 (n)], transformation [in particular Regulation 9(k)], and other conditions of service are provided in the Rules and Regulations.

This rate does not include the Harmonized Sales tax (HST) which applies to electricity bills.

¹ This rate is also available to fish plants in Isolated Rural Systems with a connected load of 30 kW or greater that meet the demand requirements of the rate.

Schedule of Rates, Rules and Regulations
Rate No. 2.4 – General Service 1,000 kVA and Over

RATE NO. 2.4
GENERAL SERVICE 1,000 kVA AND OVER

Availability¹

For Service on the Island Interconnected system and the L'Anse au Loup system where the maximum demand occurring in the 12 month period ending with the current month is 1,000 kilovolt-amperes or greater.

Rate (Including Municipal Tax and Rate Stabilization Adjustments)

Basic Customer Charge: \$85.25 per month

Billing Demand Charge

\$7.83 per kVA of billing demand in the months of December, January, February and March and \$5.33 per kVA in all other months. The billing demand shall be the maximum demand registered on the meter in the current month.

Energy Charge

First 75,000 kilowatt-hours @ 10.069 ¢ per kWh
All excess kilowatt-hours @ 8.390 ¢ per kWh

Maximum Monthly Charge

The Maximum Monthly Charge shall be 20.997 cents per kWh plus the Basic Customer Charge. The Maximum Monthly Charge shall not apply to Customers who avail of the Net Metering Service Option.

Discount

A discount of 1.5% of the amount of the current month's bill will be allowed if the bill is paid within 10 days after it is issued.

General

Details regarding metering [in particular Regulation 7 (n)], transformation [in particular Regulation 9(k)], and other conditions of service are provided in the Rules and Regulations.

This rate does not include the Harmonized Sales tax (HST) which applies to electricity bills.

¹ This rate is also available to fish plants in Isolated Rural Systems with a connected load of 30 kW or greater that meet the demand requirements of the rate.

Schedule of Rates, Rules and Regulations
Rate No. 4.1 – Street and Area Lighting Service

RATE NO. 4.1
STREET AND AREA LIGHTING SERVICE

Availability

For Street and Area Lighting Service in the Rural Island Interconnected area and the L’Anse au Loup system, where the electricity is supplied by Hydro and all fixtures, wiring and controls are provided, owned and maintained by Hydro.

Monthly Rate: (Including Municipal Tax and Rate Stabilization Adjustment)

<u>Mercury Vapour</u>	<u>Sentinel/Standard</u>
250 W (9,400 lumens)	\$22.59
<u>High Pressure Sodium¹</u>	
100 W (8,600 lumens)	\$18.09
150 W (14,400 lumens)	22.59
250 W (23,200 lumens)	32.21
400 W (45,000 lumens)	45.23
<u>Light Emitting Diode</u>	
LED 100	\$15.94
LED 150	17.97
LED 250	21.77
LED 400	25.16

Special Poles used Exclusively for Lighting Service

Wood	\$6.13
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General

Details regarding conditions of service are provided in the Rules and Regulations.

This rate schedule does not include the Harmonized Sales Tax (HST) which applies to electricity bills.

¹ For all new installation and replacements.

Schedule of Rates, Rules and Regulations
Rate No. 1.2D – Domestic Diesel

RATE NO. 1.2D
DOMESTIC DIESEL

Availability

For all the Island and Labrador diesel service areas of Hydro (excluding Government Departments) for service to a domestic unit or to buildings or facilities which are on the same Served premises as a Domestic Unit and used by the same Customer exclusively for domestic or household purposes, whether such buildings or facilities are included on the same meter as the Domestic Unit or metered separately. All churches, schools, and community halls in the diesel service areas are also subject to this rate.

Rate (Including Municipal Tax and Rate Stabilization Adjustments)

Basic Customer Charge: \$15.83 per month
 Exceeding 200 Amp Service: \$20.83 per month

Energy Charge

First Block (See Table Below) kilowatt-hours per month@ 12.346 ¢ per kWh
 Second Block (See Table Below) kilowatt-hours per month @ 13.806 ¢ per kWh
 All kWh over 1,000 kilowatt-hours per month..... @ 18.721¢ per kWh

	Jan.	Feb.	Mar.	Apr.	May	Jun.	Jul.	Aug.	Sept.	Oct.	Nov.	Dec.
First Block	1,000	1,000	900	900	800	800	700	700	700	800	900	1,000
Second Block	0	0	100	100	200	200	300	300	300	200	100	0

Minimum Monthly Charge \$15.83
 Exceeding 200 Amp Service: \$20.83

Discount

A discount of 1.5% of the amount of the current month's bill will be allowed if the bill is paid within 10 days after it is issued.

General

Details regarding conditions of service are provided in the Rules and Regulations.

This rate does not include the Harmonized Sales Tax (HST) which applies to electricity bills.

Schedule of Rates, Rules and Regulations
Rate No. 1.2DS – Domestic Diesel (Non-Government First Block) - Optional

RATE NO. 1.2DS
DOMESTIC DIESEL (NON-GOVERNMENT FIRST BLOCK) - OPTIONAL

Availability

For all the Island and Labrador diesel service areas of Hydro (excluding Government Departments), available upon request for Service to Customers served under Rate 1.2 Domestic Diesel Service (First Block consumption only) who have a minimum of 12 months of uninterrupted billing history at their current Serviced Premises.

Rate

The Energy Charges provided for in Rate No. 1.2D Domestic Diesel Service Rate shall apply, subject to the following adjustments:

Winter Season Premium Adjustment (Billing Months of December through April)

First Block Only

All kilowatt-hours..... @ 0.953 ¢ per kWh

Non-Winter Season Premium Adjustment (Billing Months of May through November)

First Block Only

All kilowatt-hours.....@ (1.297) ¢ per kWh

Special Conditions

1. An application for Service under this rate option shall constitute a binding contract between the Customer and the Company with an initial term of 12 months commencing the day after the first meter reading date following the request by the customer, and renewing automatically on the anniversary date thereof for successive 12-month terms.
2. To terminate participation on this rate option on the renewal date, the Customer must notify the Company either in advance of the renewal date or no later than 60 days after the anniversary/renewal date. When acceptable notice of termination is provided to the Company, the Customer's billing may require an adjustment to reverse any seasonal adjustments applied to charges for consumption after the automatic renewal date.

Schedule of Rates, Rules and Regulations
Rate No. 2.1D – General Service Diesel 0–10 kW

RATE NO. 2.1D
GENERAL SERVICE DIESEL 0-10 kW

Availability

For all the Island and Labrador diesel service areas of Hydro (excluding Government Departments) for non-domestic services where the maximum demand occurring in the 12 months ending with the current month is less than 10 kilowatts.

Rate (Including Municipal Tax and Rate Stabilization Adjustments)

Basic Customer Charge

Unmetered:.....	\$14.79 per month
Single Phase:.....	\$22.79 per month
Three Phase:	\$34.79 per month

Energy Charge

All kilowatt-hours.....	@ 18.531 ¢ per kWh
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Minimum Monthly Charge

Unmetered.....	\$14.79
Single Phase.....	\$22.79
Three Phase.....	\$39.88

Discount

A discount of 1.5% of the amount of the current month's bill will be allowed if the bill is paid within 10 days after it is issued.

General

Details regarding conditions of service are provided in the Rules and Regulations.

This rate does not include the Harmonized Sales Tax (HST) which applies to electricity bills.

Schedule of Rates, Rules and Regulations
Rate No. 2.2D – General Service Diesel Over 10 kW

RATE NO. 2.2D
GENERAL SERVICE DIESEL OVER 10 kW

Availability

For all the Island and Labrador diesel service areas of Hydro (excluding Government Departments) for non-domestic services where the maximum demand occurring in the 12 months ending with the current month is 10 kilowatts or greater.

Rate (Including Municipal Tax and Rate Stabilization Adjustments)

Basic Customer Charge

Unmetered:	\$25.52 per month
Single Phase:	\$33.52 per month
Three Phase:	\$45.52 per month

Demand Charge

The maximum demand registered on the meter in the current month @ \$14.21 per kW

Energy Charge

All kilowatt-hours..... @ 18.039 ¢ per kWh

Minimum Monthly Charge

Unmetered.....	\$25.52
Single Phase	\$33.52
Three Phase	\$69.71

Discount

A discount of 1.5% of the amount of the current month's bill will be allowed if the bill is paid within 10 days after it is issued.

General

Details regarding metering [in particular Regulation 7 (n)], transformation [in particular Regulation 9(k)], and other conditions of service are provided in the Rules and Regulations.

This rate does not include the Harmonized Sales Tax (HST) which applies to electricity bills.

Schedule of Rates, Rules and Regulations
Rate No. 4.1D – Street and Area Lighting Service Diesel

RATE NO. 4.1D
STREET AND AREA LIGHTING SERVICE DIESEL

Availability

For Street and Area Lighting Service (excluding Government Departments) throughout the Island and Labrador diesel service areas of Hydro, where the electricity is supplied by Hydro and all fixtures, wiring and controls are provided, owned and maintained by Hydro.

Monthly Rate (Including Municipal Tax and Rate Stabilization Adjustment)

<u>Mercury Vapour</u>	<u>Sentinel/Standard</u>
250 W (9,400 lumens)	\$22.59
<u>High Pressure Sodium¹</u>	
100 W (8,600 lumens)	\$18.09
150 W (14,400 lumens)	22.59
250 W (23,200 lumens)	32.21
400 W (45,000 lumens)	45.23
<u>Light Emitting Diode</u>	
LED 100	\$15.94
LED 150	17.97
LED 250	21.77
LED 400	25.16

Special Poles used Exclusively for Lighting Service

Wood \$6.13

General

Details regarding conditions of service are provided in the Rules and Regulations.

This rate schedule does not include the Harmonized Sales Tax (HST) which applies to electricity bills.

¹ For all new installation and replacements.



Schedule of Rates, Rules and Regulations
Rate No. 1.2G – Domestic Diesel – Government Departments

**RATE NO. 1.2G
DOMESTIC DIESEL
GOVERNMENT DEPARTMENTS**

Availability

For Service to Government Departments throughout the Island and Labrador diesel service areas of Hydro, to a Domestic Unit or to buildings or facilities which are on the same Serviced Premises as a Domestic Unit and used by the same Customer exclusively for domestic or household purposes, whether such buildings or facilities are included on the same meter as the Domestic Unit or metered separately.

Rate

Basic Customer Charge \$58.95 per month

Energy Charge

All kilowatt-hours..... @ 100.145¢ per kWh
Minimum Monthly Charge \$58.95

Discount

A discount of 1.5% of the amount of the current month's bill will be allowed if the bill is paid within 10 days after it is issued.

General

Details regarding conditions of service are provided in the Rules and Regulations.

This rate schedule does not include the Harmonized Sales Tax (HST) that applies to electricity bills.

Schedule of Rates, Rules and Regulations

Rate No. 2.1G – General Service Diesel 0–10 kW – Government Departments (Continued)

**RATE NO. 2.1G
GENERAL SERVICE DIESEL 0-10 kW
GOVERNMENT DEPARTMENTS (CONTINUED)**

Availability

For Service (excluding Domestic Service) to Government Departments throughout the Island and Labrador diesel service areas of Hydro where the maximum demand occurring in the 12 months ending with the current month is less than 10 kilowatts.

Rate:

Basic Customer Charge \$59.82 per month

Energy Charge

All kilowatt-hours..... @ 85.567¢ per kWh
Minimum Monthly Charge \$59.82

Discount

A discount of 1.5% of the amount of the current month's bill will be allowed if the bill is paid within 10 days after it is issued.

General

Details regarding conditions of service are provided in the Rules and Regulations.

This rate schedule does not include the Harmonized Sales Tax (HST) that applies to electricity bills.

Schedule of Rates, Rules and Regulations

Rate No. 2.2G – General Service Diesel Over 10 kW – Government Departments (Continued)

**RATE NO. 2.2G
GENERAL SERVICE DIESEL OVER 10 kW
GOVERNMENT DEPARTMENTS (CONTINUED)**

Availability

For Service (excluding Domestic Service) to Government Departments throughout the Island and Labrador diesel service areas of Hydro where the maximum demand occurring in the 12 months ending with the current month is 10 kilowatts or greater.

Rate

Basic Customer Charge:\$71.78 per month

Demand Charge

The maximum demand registered on the meter in the current month@ \$65.23 per kW

Energy Charge

All kilowatt-hours..... @ 63.394¢ per kWh

Discount

A discount of 1.5% of the amount of the current month's bill will be allowed if the bill is paid within 10 days after it is issued.

General

Details regarding metering [in particular Regulation 7 (n)], transformation [in particular Regulation 9(k)], and other conditions of service are provided in the Rules and Regulations.

This rate does not include the Harmonized Sales tax (HST) that applies to electricity bills.

Schedule of Rates, Rules and Regulations

Rate No. 4.1G – Street and Area Lighting Service Diesel – Government Departments (Continued)

**RATE NO. 4.1G
STREET AND AREA LIGHTING SERVICE DIESEL
GOVERNMENT DEPARTMENTS (CONTINUED)**

Availability

For Street and Area Lighting Service to Government Departments throughout the Island and Labrador Diesel service areas of Hydro, where the electricity is supplied by Hydro and all fixtures, wiring and controls and provided, owned and maintained by Hydro.

Monthly Rate

	SENTINEL/STANDARD
MERCURY VAPOUR	
250 W (9,400 Lumens)	\$86.83
HIGH PRESSURE SODIUM¹	
100 W (8,600 Lumens)	\$58.31
150 W (14,400 Lumens)	\$86.83

General

Details regarding conditions of service are provided in the Rules and Regulations.

This rate schedule does not include the Harmonized Sales Tax (HST) that applies to electricity bills.

¹ Only High Pressure Sodium fixtures are available for all new installations and replacements.

RATE NO. 1.1L
DOMESTIC

Availability

For Service throughout the Labrador Interconnected service area of Hydro, to a Domestic Unit or to buildings or facilities which are on the same Serviced Premises as a Domestic Unit and used by the same Customer exclusively for domestic or household purposes, whether such buildings or facilities are included on the same meter as the Domestic Unit or metered separately.

Rate

Basic Customer Charge: \$6.87 per month

Energy Charge

All kilowatt-hours..... @ 3.154¢ per kWh

Minimum Monthly Charge \$6.87

Discount

A discount of 1.5% of the amount of the current month's bill will be allowed if the bill is paid within 10 days after it is issued.

General

Details regarding conditions of service are provided in the Rules and Regulations.

This rate schedule does not include the Harmonized Sales Tax (HST) that applies to electricity bills.

Schedule of Rates, Rules and Regulations
Rate No. 2.1L – General Service 0–10 kW

RATE NO. 2.1L
GENERAL SERVICE 0–10 kW

Availability

For Service (excluding Domestic Service) throughout the Labrador Interconnected service area of Hydro, where the maximum demand occurring in the 12 months ending with the current month is less than 10 kilowatts.

Rate

Basic Customer Charge

Unmetered.....	\$6.27 per month
Single Phase	\$10.27 per month
Three Phase	\$16.27 per month

Energy Charge

All kilowatt-hours.....	@ 4.911¢ per kWh
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Minimum Monthly Charge

Unmetered.....	\$6.27 per month
Single Phase	\$10.27 per month
Three Phase	\$20.00 per month

Discount

A discount of 1.5% of the amount of the current month's bill will be allowed if the bill is paid within 10 days after it is issued.

General

Details regarding conditions of service are provided in the Rules and Regulations.

This rate schedule does not include the Harmonized Sales Tax (HST) that applies to electricity bills.

Schedule of Rates, Rules and Regulations
Rate No. 2.2L – General Service 10–100 kW (110 kVA)

RATE NO. 2.2L
GENERAL SERVICE 10–100 KW (110 KVA)

Availability

For Service (excluding Domestic Service) throughout the Labrador Interconnected service area of Hydro, where the maximum demand occurring in the 12 months ending with the current month is 10 kilowatts or greater but less than 100 kilowatts (110 kilovolt-amperes).

Rate

Basic Customer Charge

Unmetered.....	\$6.27 per month
Single Phase	\$10.27 per month
Three Phase	\$16.27 per month

Demand Charge

The maximum demand registered on the meter in the current month @ \$1.71 per kW

Energy Charge

All kilowatt-hours..... @ 2.338¢ per kWh

Maximum Monthly Charge

The Maximum Monthly Charge shall be 6.8¢ per kWh, but not less than the Minimum Monthly Charge. The Maximum Monthly Charge shall not apply to Customers who avail of the Net Metering Service Option.

Minimum Monthly Charge

An amount equal to \$1.05 per kW of maximum demand occurring in the 12 months ending with the current month, but not less than \$20.00 for a three-phase service.

Discount

A discount of 1.5% of the amount of the current month's bill will be allowed if the bill is paid within 10 days after it is issued.

General

Details regarding metering [in particular Regulation 7 (n)], transformation [in particular Regulation 9(k)], and other conditions of service are provided in the Rules and Regulations.

This rate schedule does not include the Harmonized Sales Tax (HST) that applies to electricity bills.

Schedule of Rates, Rules and Regulations
Rate No. 2.3L – General Service 110 kVA (100 kW)–1,000 kVA

RATE NO. 2.3L
GENERAL SERVICE 110 KVA (100 KW)–1,000 KVA

Availability

For Service (excluding Domestic Service) throughout the Labrador Interconnected service area of Hydro, where the maximum demand occurring in the 12 months ending with the current month is 110 kilovolt-amperes (100 kilowatts) or greater but less than 1,000 kilovolt-amperes.

Rate

Demand Charge

The maximum demand registered on the meter in the current month @ \$1.91 per kVA

Energy Charge

All kilowatt-hours..... @ 2.026¢ per kWh

Maximum Monthly Charge

The Maximum Monthly Charge shall be 6.8¢ per kWh, but not less than the Minimum Monthly Charge. The Maximum Monthly Charge shall not apply to Customers who avail of the Net Metering Service Option.

Minimum Monthly Charge

An amount equal to \$1.05 per kVA of maximum demand occurring in the 12 months ending with the current month.

Discount

A discount of 1.5% of the amount of the current month's bill will be allowed if the bill is paid within 10 days after it is issued.

General

Details regarding metering [in particular Regulation 7 (n)], transformation [in particular Regulation 9(k)], and other conditions of service are provided in the Rules and Regulations.

This rate schedule does not include the Harmonized Sales Tax (HST) that applies to electricity bills.

Schedule of Rates, Rules and Regulations
Rate No. 2.4L – General Service 1,000 kVA and Over

RATE NO. 2.4L
GENERAL SERVICE 1,000 KVA AND OVER

Availability

For Service (excluding Domestic Service) throughout the Labrador Interconnected service area of Hydro, where the maximum demand occurring in the 12 month period ending with the current month is 1000 kilovolt-amperes or greater.

Rate

Demand Charge

The maximum demand registered on the meter in the current month @ \$1.66 per kVA

Energy Charge

All kilowatt-hours..... @ 1.675¢ per kWh

Maximum Monthly Charge

The Maximum Monthly Charge shall be 6.8¢ per kWh, but not less than the Minimum Monthly Charge. The Maximum Monthly Charge shall not apply to Customers who avail of the Net Metering Service Option.

Minimum Monthly Charge

An amount equal to \$1.05 per kVA of maximum demand occurring in the 12 months ending with the current month.

Discount

A discount of 1.5% of the amount of the current month's bill will be allowed if the bill is paid within 10 days after it is issued.

General

Details regarding metering [in particular Regulation 7 (n)], transformation [in particular Regulation 9(k)], and other conditions of service are provided in the Rules and Regulations.

This rate schedule does not include the Harmonized Sales Tax (HST) that applies to electricity bills.

Schedule of Rates, Rules and Regulations
Rate No. 4.1L – Street and Area Lighting Service

RATE NO. 4.1L
STREET AND AREA LIGHTING SERVICE

Availability

For Street and Area Lighting Service throughout the Labrador Interconnected service area of Hydro, where the electricity is supplied by Hydro and all fixtures, wiring and controls are provided, owned and maintained by Hydro.

Monthly Rate

	Sentinel/Standard
Mercury Vapour¹	
250 W (9,400 Lumens)	\$14.94
High Pressure Sodium²	
100 W (8,600 Lumens)	11.08
150 W (14,400 Lumens)	14.94
250 W (23,200 Lumens)	19.71
400 W (45,000 Lumens)	25.47

Special Poles Used Exclusively For Lighting Service

Wood \$3.76

General

Details regarding conditions of service are provided in the Rules and Regulations.

This rate schedule does not include the Harmonized Sales Tax (HST) that applies to electricity bills.

¹ Fixtures previously owned by the Town of Wabush as of September 1, 1985, and transferred to Hydro in 1987.

² Only High Pressure Sodium fixtures are available for all new installations and replacements installed after September 1, 2002.

Schedule of Rates, Rules and Regulations
Rate No. 4.11L – Street and Area Lighting Service

RATE NO. 4.11L
STREET AND AREA LIGHTING SERVICE

Availability

For Street and Area Lighting Service throughout the Labrador Interconnected service area of Hydro, where the electricity is supplied by Hydro and all fixtures, wiring and controls are provided, owned and maintained by Hydro existing as of September 1, 2002.

Monthly Rate

	Sentinel/Standard
High Pressure Sodium ¹	
100W (8,600 Lumens)	\$7.68

Special Poles Used Exclusively For Lighting Service

Wood \$3.68

General

Details regarding conditions of service are provided in the Rules and Regulations.

This rate schedule does not include the Harmonized Sales Tax (HST) that applies to electricity bills.

¹ Any new fixtures added will be at the rates set out in Rate 4.1L.

Schedule of Rates, Rules and Regulations
Rate No. 4.12L – Street and Area Lighting Service

RATE NO. 4.12L
STREET AND AREA LIGHTING SERVICE

Availability

For Street and Area Lighting Service throughout the Labrador Interconnected service area of Hydro, where the electricity is supplied by Hydro and all fixtures, wiring and controls are provided, owned and maintained by the customer.

Monthly Rate

	Sentinel/Standard
High Pressure Sodium	
100 W (8,600 Lumens)	\$4.53

Special Poles Used Exclusively For Lighting Service

Wood \$3.76

General

Details regarding conditions of service are provided in the Rules and Regulations.

This rate schedule does not include the Harmonized Sales Tax (HST) that applies to electricity bills.

**RATE NO. 5.1L
SECONDARY ENERGY**

Availability

For Service to Customers on the Labrador Interconnected grid engaged in fuel switching who purchase a minimum of 1 MW load and a maximum of 24 MW, who provide their own transformer and, who are delivered power at primary voltages. Hydro shall supply Secondary Energy to the Customer at such times and to the extent that Hydro has Churchill Falls electricity available in excess of the amount it requires for its own use, and to meet its commitments and sales opportunities, present and future, for firm energy. Moreover, Hydro may interrupt or reduce the supply of Secondary Energy at its sole discretion for any cause whatsoever. The energy delivered shall be used solely for the operation of the equipment engaged in fuel switching.

Energy Charge

The energy charge shall be calculated monthly based on:

EITHER

- A. The Customer's cost of fuel (cents per litre) most recently delivered to the Customer including fuel additives, if any, in accordance with the following formula:

Secondary Energy Rate = Constant Factor x Fuel Cost/Litre x 90%

$$\text{Constant Factor} = \frac{3413 \text{ BTU/kWh} \times A \times B}{C \times D}$$

Where:

- A = Customer's Electric Boiler Efficiency
B = Transformer and Losses Adjustment Factor
C = BTU/Litre of the Customer's fuel
D = Customer's Oil-fired Boiler Efficiency

OR

- B. One (1) cent less than the New York Mercantile Exchange (NYMEX) settlement price for New York Independent System Operator (NYISO) Zone A Swap Peak electricity after the end of trading on the 19th day of the previous month, converted to Canadian dollars using the exchange rate at the closing of the same day.

WHICHEVER IS GREATER

Schedule of Rates, Rules and Regulations
Rate No. 5.1L – Secondary Energy

Prior to the commencement of service, the Customer will provide to Hydro the rate component values for insertion in the pricing formula for Secondary Energy. If subsequent changes to any of these rate components are required, the Customer will provide them to Hydro as soon as practicable. Hydro may require that these rate component values be verified.

Communications

The Customer and Hydro shall each designate a position within their respective staffs to be responsible for communications as to changes in the cost of the fuel delivered to the Customer. Hydro will contact the Customer's designate on or before the second working day of each month at which time the Customer's designate will inform Hydro of the fuel cost. If this information is unavailable to Hydro for any reason, Hydro will use the previous month's fuel cost and other inputs and make the adjustment to the correct values in the following month's billing.

Hydro will inform the Customer of the value of part B of the energy charge calculation on the first business day following the 21st day of the month preceding the month for which the rate is being set.

Power Factor

If the Customer's power factor is lower than 90%, the Customer shall upon written notice by Hydro provide, at the Customer's expense, power factor corrective equipment to ensure that a power factor of not less than 90% is maintained.

General

Insofar as they are not inconsistent with the foregoing, the conditions of service provided in the Rules and Regulations shall apply to Customers in this rate class.

This rate schedule does not include the Harmonized Sales Tax (HST) that applies to electricity bills.

LABRADOR INDUSTRIAL

Availability

A Labrador Industrial Customer is any person or entity purchasing power, other than a retailer, supplied from the Labrador Interconnected bulk transmission grid at voltages of 66 kV or greater on the primary side of any transformation equipment directly supplying the person and has entered into a contract with Hydro for the purchase of power and energy.

These rates will apply to power sold by Hydro to Labrador Industrial Customers served from the Labrador Interconnected Grid.

Monthly Rate

Transmission Demand Charge (Closed Rate – Available To Existing Customers Only)

The rate for Firm Power, as defined in the Industrial Service Agreement, shall be \$1.08 per month per kilowatt of Billing Demand.

Specifically Assigned Transmission Charges

This rate may include specifically assigned charges upon approval by the Board.

Rates for transmission service are subject to approval of the Board.

Generation Demand Charge

The rate for Firm Power, as defined and set out in the Industrial Service Agreement, shall be \$0.41 per month per kilowatt of Billing Demand.

The generation demand charge shall be based upon the most recent test year cost of service approved for the establishment of customer rates by the Board.

Billing Demand

The billing demand shall be equal to the greater of (i) the customer's Power on Order; (ii) the actual monthly demand in the current month; or (iii) their maximum demand in the calendar year less their interruptible demand.

Firm Energy Charge

The Firm Energy rate shall be applied to the quantity of energy in the billing month that is less than or equal to the forecast of energy consumption that was provided by the Labrador Industrial Customer no later than the nineteenth day of the previous month.

The Firm Energy Rate shall be calculated monthly based on the following formula:

$$\text{Firm Energy Rate, } R_{\text{FIRM}} = \{ (E_D \times R_D) + (E_M \times R_M) \} / E_{\text{TOTAL}}$$

Where:

E_{TOTAL} is the Total Labrador Industrial Energy Forecast, expressed in MWh, for the billing month as provided by the Labrador Industrial Customers no later than the nineteenth day of the previous month;

E_D is the lesser of the maximum quantity of the Development Energy Block, adjusted for losses and expressed in MWh, for the billing month as defined in Schedule A or E_{TOTAL} ;

E_M is the quantity of Market Block Energy, expressed in MWh, for the billing month and is calculated as:

$$E_M = E_{\text{TOTAL}} - E_D, \text{ when } E_{\text{TOTAL}} > E_D; \text{ otherwise}$$

$$E_M = 0$$

*Schedule of Rates, Rules and Regulations
Labrador Industrial*

- R_D is the Development Block Energy Rate which, effective January 1, 2022 through December 31, 2022, is \$24.97/MWh. The Development Block Energy Rate will be adjusted annually according to the percentage change over 12 months in the All-items Consumer Price Index for Canada; and
- R_M is the Market Block Energy Rate which shall be calculated annually based on the settlement price for New York Independent System Operator (“NYISO”) Zone A Peak and Off-Peak electricity after the end of trading on the nineteenth day of November of the previous calendar year, converted to Canadian dollars using the exchange rate of the same day, adjusted for losses and other market fees. Effective January 1, 2022 through December 31, 2022, the Market Block Energy Rate is \$46.23/MWh.

Imbalance Energy Charge

The Imbalance Energy Charge shall be applied to all energy in the billing month that is in excess of the forecast of energy consumption that was provided by the Labrador Industrial Customer no later than the nineteenth day of the previous month.

The Imbalance Energy Charge shall be calculated monthly based on a blend of the settlement price for NYISO Zone A Peak and Off-Peak electricity after the end of trading on the nineteenth day of the previous month, converted to Canadian dollars using the exchange rate of the same day, and adjusted for losses and other market fees.

Adjustment for Losses

If the metering point is on the load side of the transformer, either owned by the customer or specifically assigned to the customer, an adjustment for losses shall be applied as determined in consultation with the customer.

General

Details regarding the conditions of service are outlined in the Industrial Service Agreements.

This rate schedule does not include the Harmonized Sales Tax (“HST”) that applies to electricity bills.

SCHEDULE A

The Development Energy Block for each month is specified as follows:

Month	Development Energy Block (MWh)
January	167,147
February	152,319
March	167,147
April	161,755
May	167,147
June	161,755
July	167,147
August	167,147
September	161,755
October	167,147
November	161,755
December	167,147

COMMISSIONING POWER NON-FIRM RATE

Availability

Any person purchasing power for the purpose of commissioning electrical transmission assets, supplied from the Interconnected Island bulk transmission grid at voltages of 66 kV or greater on the primary side of any transformation equipment directly supplying the person.

Rate

Non-Firm Energy Charge (¢ per kWh)

Non-Firm Energy is deemed to be supplied from thermal sources. The following formula shall apply to calculate the Non-Firm Energy rate:

$$\{(A \div B) \times (1 + C) \times (1 \div (1 - D))\} \times 100$$

- A = the monthly average cost of fuel per barrel for the energy source in the current month or, in the month the source was last used
- B = the conversion factor for the source used (kWh/bbl)
- C = the administrative and variable operating and maintenance charge (10%)
- D = the average system losses on the Island Interconnected grid for the last five years ending in 2016 (3.34%).

The energy sources and associated conversion factors are:

1. Holyrood, using No. 6 fuel with a conversion factor of 583 kWh/bbl
2. Gas turbines using No. 2 fuel with a conversion factor of 475 kWh/bbl
3. Diesels using No. 2 fuel with a conversion factor of 556 kWh/bbl

Adjustment for Losses

If the metering point is on the load side of the transformer, either owned by the customer or specifically assigned to the customer, an adjustment for losses as determined in consultation with the customer shall be applied.

General

Delivery of power and energy under this rate is subject to Hydro's ability to supply, and maybe reduced or interrupted at the discretion of Hydro.

This rate schedule does not include the Harmonized Sales Tax (HST) that applies to electricity bills.

NET METERING SERVICE OPTION

I. Availability

- 1) For Customers who use generation on their Serviced Premises to offset part or all of the electrical energy requirements of the Serviced premises. Energy generated in excess of the requirements of the Serviced Premises is permitted to be credited against the Customer's energy purchases from Hydro in accordance with this rate option.
- 2) Net Metering Service Option is available for any Serviced Premises that is supplied from Hydro's distribution system, is billed under one of Hydro's metered service rates, and that has generation electrically connected to it that meets the requirements of these provisions. Net Metering Service is not available for un-metered service accounts.
- 3) In order to avail of the Net Metering Service Option, Customers must submit a completed Net Metering Service Application to Hydro demonstrating the Customer's eligibility for Net Metering Service.
- 4) Availability of the Net Metering Service Option will be closed once the provincial aggregate generating capacity for Net Metering Service of 5.0 MW has been met.
- 5) Customers that avail of the Net Metering Service Option must maintain compliance with all requirements of this Option. Hydro shall have the right to verify compliance through inspection or testing.

II. Metering

- 1) Net Metering Service will ordinarily be metered using a Company-supplied single meter capable of registering the flow of electrical energy in two directions. The meter will separately capture both the energy supplied to the Customer by Hydro and the energy supplied to Hydro by the Customer.
- 2) At Hydro's option, the output of the Customer's generation may be metered separately. In that case, the Customer shall provide Hydro with the access necessary to install and maintain the required metering equipment.
- 3) The Customer shall pay all costs to upgrade the metering equipment for Net Metering Service if the existing electrical meter at the Serviced premises is not capable of safely and reliably measuring both the energy supplied to the Customer by Hydro and the energy supplied to Hydro by the Customer.

*Schedule of Rates, Rules and Regulations
Net Metering Service Option*

III. Billing

- 1) Each account availing of Net Metering Service will be billed on the rate normally applicable to the Customer's class of Service.
- 2) The Customer's net monthly bill will be determined by deducting the Customer Generation Credit from the total of all charges for Service. The Customer Generation Credit equals the Generation Energy Credit, in kilowatt-hours ("kWh") multiplied by the rate applicable to the Customer's class of Service during the billing month.
- 3) The "Generation Energy Credit" is the sum of the kWh energy supplied by the Customer to Hydro during the billing month plus Banked Energy Credits. The Generation Energy Credit for a billing month shall not exceed the energy supplied by Hydro to the Customer during that month.
- 4) "Banked Energy Credits" are the amount of kWh energy supplied by the Customer to Hydro that exceeds the kWh energy supplied by Hydro to the Customer. Banked Energy Credits in excess of those used to calculate the Generation Energy Credit for a billing month will be carried forward to the following month.
- 5) Settlement of Banked Energy Credits will be computed based upon the Company's marginal wholesale rate that applies to sales to Newfoundland Power for Island Interconnected customers, the imbalance rate for Labrador Interconnected customers and the excess energy rate for diesel customers, during the calendar month in which billing occurs.
- 6) Whenever a Customer's participation in the Net Metering Service Option is discontinued, any unused Banked Energy Credits will be settled with a credit on the Customer's next bill.
- 7) All customers must pay Harmonized Sales Tax (HST) on the energy supplied by Hydro to the Customer during the billing month. If a Customer availing of the Net Metering Service Option is required by law to collect HST on the energy they supply to Hydro, Hydro will pay HST to the Customer based on the amount of the Customer Generation Credit. It is the Customer's responsibility to notify Hydro in writing if they are required to collect HST on the energy they supply to Hydro.

*Schedule of Rates, Rules and Regulations
Net Metering Service Option*

IV. Special Conditions

- 1) Special conditions in this clause do not supersede, modify or nullify the conditions accompanying the metered rate schedules applicable to the Customer's class of Service.
- 2) To avail of Net Metering Service, a single Customer must own and maintain responsibility for the Serviced Premises, the generation and the electrical facilities connecting it to Hydro's distribution system.
- 3) To qualify for Net Metering Service, the Customer's generation must meet the following requirements:
 - i) Be designed not to exceed the annual energy requirements of the buildings and facilities metered together on the Serviced Premises;
 - ii) Have a manufacturer's nameplate capacity rating totalling not more than 100 kW, except where a lower rating is stipulated by Hydro for technical reasons;
 - iii) Be electrically connected through Customer-owned electrical facilities to the Serviced Premises to which Net Metering Service is being provided;
 - iv) Produce electrical energy from a renewable energy source, including wind, solar, photovoltaic, geothermal, tidal, wave, biomass energy or other renewable energy sources that may be approved by Hydro on a case-by-case basis; and
 - v) Meet all applicable safety and performance standards established by the Canadian Electrical Code, the Public Safety Act and Hydro's Interconnection Requirements.
- 4) All Customer-owned wiring, equipment and devices associated with generation utilized for Net Metering Service shall conform to Hydro's interconnection requirements.
- 5) The Customer will retain the rights to any renewable energy credits or greenhouse gas-related credits arising from the use of renewable energy sources to generate electricity in accordance with this Option.
- 6) A Customer availing of Net Metering Service is responsible for all costs associated with their own facilities. The Customer shall also be required to pay all costs incurred by Hydro to modify the utility supply for the provision of Net Metering Service, and for necessary engineering or technical studies required in connection with the provision of Net Metering Service to the Customer.
- 7) The approval of an application for Net Metering Service will be subject to the applicant entering into a Net Metering Interconnection Agreement with Hydro.

Schedule of Rates, Rules and Regulations
Net Metering Service Option

- 8) If an applicant approved for Net Metering Service does not proceed with operation of its generation in accordance with its approval within two years from the date of Hydro's approval of the application, the approval will be rescinded.
- 9) Approval of Net Metering Service may be revoked if a Customer is found to be in violation of provisions of Hydro's Rules and Regulations.
- 10) If participation in the Net Metering Service Option is discontinued, the Customer must re-apply to Hydro to avail of the Net Metering Service Option.

Table of Contents

Purpose of CIAC

Time Limitation of CIAC Quotes

Hydro's Standard Secondary Service Voltages

Requests for Three-Phase Service

CIAC Time Payment Plan for Domestic Customers

CIAC Time Payment Plan for General Service Customers

Purpose of CIAC

When a customer requests Newfoundland and Labrador Hydro (Hydro) to provide service to a building at any location, there is always a cost incurred by Hydro in providing that service. It may be as inexpensive as installing a service drop between an existing pole and a home, or it may involve the construction of a new power line at much higher costs. In either case, there are material and labour costs involved with the required work. The customer requesting the service may be required to pay a portion of these costs.

The portion of the cost that a customer may pay towards the provision of service by Hydro is called a Contribution In Aid of Construction (CIAC).

Hydro presently uses one of two Contribution-In-Aid of Construction (CIAC) Policies to determine the amount, if any, that the customer may pay toward the cost of providing the service. The two policies we use are:

- 1) **Contribution In Aid of Construction Policy**
Distribution Line Extensions to Domestic Customers, effective January 1, 2022.

NOTE: The cost factors in Appendix A of this policy will change, typically on an annual basis, as approved by the Board of Commissioners of Public Utilities of Newfoundland and Labrador.

- 2) **Contribution In Aid of Construction Policy**
Distribution Line Extensions and Upgrades to General Service Customers, effective January 1, 2022.

NOTE: The cost factors in Appendices A, B and C of this policy will change, typically on an annual basis, as approved by the Board of Commissioners of Public Utilities of Newfoundland and Labrador.

These Policies are approved by the Board of Commissioners of Public Utilities of Newfoundland and Labrador for use by Newfoundland Power and Newfoundland and Labrador Hydro. To ensure that all customers throughout Newfoundland and Labrador are treated equally and without discrimination, both utilities use the same CIAC Policies in assessing requests for electrical service.

Time Limit For Acceptance of CIAC Quotations

Quotations are valid for six (6) months from the date of their written notification. However, Newfoundland and Labrador Hydro reserves the right to make adjustments within the six (6) month period if errors are discovered in the calculation of the original cost. Customers shall be notified immediately of any changes.

Hydro's Standard Secondary Service Voltages

The standard secondary service voltages normally supplied by Hydro are outlined in **Hydro's Schedule of Rates, Rules and Regulations, section 5 (a)**.

Requests for Three-Phase Service

The criterion used to determine whether or not a customer warrants a three-phase service is outlined in **Hydro's Schedule of Rates, Rules and Regulations, section 5 (b)**.

**TIME PAYMENT PLAN TERMS AND CONDITIONS
FOR DOMESTIC
CONTRIBUTIONS IN AID OF CONSTRUCTION**

- 1. The customer will be required to make an initial down payment of at least one quarter of the total amount to be paid but not less than \$300.00, with the balance due in equal monthly instalments, plus interest, over the term of the agreement. The monthly instalment will not be less than \$20.00 including interest, for a maximum of 120 months. The financed amount is limited to \$10,000.00.**
- 2. Customers who receive credit approval have the options of financing the CIAC amount over a period of:
 - (a) up to a maximum of 60 months, or**
 - (b) up to a maximum of 120 months.****
- 3. The interest rate will be set at a rate equal to the prime rate of the Corporation's bankers as of the last day of the month immediately preceding the issuing of the CIAC quote to the customer, plus:
 - (c) 3% for customers that choose financing over a period of not more than 60 months.**
 - (d) 4% for customers that choose financing over a period of more than 60 months.****
- 4. The customer may, at any time, pay the remaining Contribution In Aid of Construction (CIAC) balance through a lump sum payment and thereby withdraw from the Plan.**
- 5. In addition to the down payment and monthly installments, the approved rates for service will be charged to each customer when the premise is connected.**
- 6. Construction of the line extension will not commence until the down payment is received by the Corporation and the customer has signed an agreement for the payment of the monthly installments, and all land easements are obtained.**
- 7. Service may be disconnected by the Corporation if any monthly installment is in arrears for 30 days or more after issuance of the electric service bill.**
- 8. Any outstanding installments owed on the CIAC together with the unpaid balance may be transferred to any other electric service account of the customer, which shall then become subject to disconnection if the account remains unpaid.**
- 9. If the service is discontinued for any reason, except as provided in paragraph 10 below, the unpaid balance will become payable immediately.**

**TIME PAYMENT PLAN TERMS AND CONDITIONS
FOR DOMESTIC
CONTRIBUTIONS IN AID OF CONSTRUCTION**

- 10. If the property served is sold and if the new owner agrees to accept responsibility for the remaining balance of the CIAC, the monthly installment may be transferred to the new owner upon acceptance of the terms and conditions outlined in the Plan.**

SPECIFIC TO COTTAGE AREAS:

- 11. Prior to commencement of construction of a line extension that will service cottages, the participating customers that will be served from the extension must commit to take service when it is available and agree to pay the required CIAC. Individual CIACs must either be paid in full prior to construction or as per the Terms and Conditions of Payment outlined above.**

**TIME PAYMENT PLAN TERMS AND CONDITIONS
FOR GENERAL SERVICE
CONTRIBUTIONS IN AID OF CONSTRUCTION**

- 1. The customer will be required to make an initial down payment of at least one quarter of the total amount to be paid but not less than \$300.00, with the balance due in equal monthly instalments, plus interest, over the term of the agreement. The monthly instalment will not be less than \$20.00 including interest, for a maximum of 120 months. The financed amount is limited to \$10,000.00.**
- 2. The customer may request an alternative monthly installment amount provided that such repayment complies with the minimum requirements set out in the Time Payment Plan (the Plan).**
- 3. The customer may, at any time, pay the remaining Contribution In Aid of Construction (CIAC) balance through a lump sum payment and thereby withdraw from the Plan.**
- 4. The interest rate will be set at a rate equal to the prime rate of the Corporation's bankers as of the last day of the month immediately preceding the issuing of the CIAC quote to the customer, plus 3%.**
- 5. In addition to the down payment and monthly installments, the approved rates for service will be charged to each customer when the premise is connected.**
- 6. Construction of the line extension will not commence until the down payment is received by the Corporation and the customer has signed an agreement for the payment of the monthly installments, and all land easements are obtained.**
- 7. Service may be disconnected by the Corporation if any monthly installment is in arrears for 30 days or more after issuance of the electric service bill.**
- 8. Any outstanding installments owed on the CIAC together with the unpaid balance may be transferred to any other electric service account of the customer, which shall then become subject to disconnection if the account remains unpaid.**
- 9. If the service is discontinued for any reason, except as provided in paragraph 10 below, the unpaid balance will become payable immediately.**
- 10. If the property served is sold and if the new owner agrees to accept responsibility for the remaining balance of the CIAC, the monthly installment may be transferred to the new owner upon acceptance of the terms and conditions outlined in the Plan.**

NEWFOUNDLAND AND LABRADOR HYDRO

CONTRIBUTION IN AID OF CONSTRUCTION POLICY:

DISTRIBUTION LINE EXTENSIONS TO

DOMESTIC CUSTOMERS

January 1, 2022

1. THE POLICY: GENERAL

The Corporation will provide Line extensions for Permanent Service to Domestic Customers without a CIAC when the cost to construct and maintain the Line extension will be recovered through electricity rates paid by those customers. Otherwise, a CIAC calculated in accordance with this policy will be required.

2. INTERPRETATION

Board means the Board of Commissioners of Public Utilities for Newfoundland and Labrador.

CIAC means a contribution in aid of construction.

Clearing Costs means the estimated costs for the required brush clearing along the route for a Line extension.

Community Infilling Limits, which are determined by the Lands Division, define the extent to which Crown land may be available for development within a defined area beyond the developed part of a Municipality or Local Service District.

Corporation means Newfoundland and Labrador Hydro.

Cost per Metre means the average construction and maintenance cost per metre of Line extension as approved from time to time by the Board. See Appendix A.

Cottage Area means either (i) an area that is not a Residential Planning Area and is comprised of 3 or more premises, or (ii) an area designated for cottage development by the Lands Division. Where customer premises are separated by a distance of 300 metres or more, an area may be divided into multiple Cottage Areas for the purpose of determining a CIAC.

Cottage Area Potential means the total potential number of building lots in the Cottage Area as determined based on the Corporation's review of the surveyed lots for the Cottage Area and any development plan that has been approved by the Lands Division.

Domestic Customer means a customer eligible for Permanent Service or Temporary Service pursuant to a Domestic rate as set out in the Corporation's Schedule of Rates, Rules & Regulations.

Easement Costs means the estimated costs to complete a survey of the right-of-way for a Line extension and includes the labour costs to complete the survey, survey document and drawing; travel costs; and registration fees.

General Service Policy means the Corporation's policy entitled "Contribution in Aid of Construction Policy: Distribution Line Extensions and Upgrades to General Service Customers" as approved by the Board.

Lands Division means the Lands Management Division of the Department of Environment and Conservation of the Government of Newfoundland and Labrador, or its successor.

Local Area Plan is a plan developed for an area by the Lands Division to ensure that physical development proceeds in a systematic and orderly manner, in accordance with the *Urban and Rural Planning Act, 2000*.

Local Service District is a community, town or region that is not a Municipality.

Line means an electrical distribution line and includes a Main Line or a Service Line.

Main Line means any Line required to supply electricity that is not a Service Line.

Municipality is as defined in the *Municipalities Act, 1999*.

Municipal Plan is a development plan for a Municipality prepared and implemented in accordance with the *Urban and Rural Planning Act, 2000*.

Permanent Service means electrical service required for at least three years.

Protected Road Plan is a plan developed by the Department of Works, Services & Transportation of the Government of Newfoundland and Labrador, or its successor, for the purpose of controlling development alongside a highway or roadway, in accordance with the *Urban and Rural Planning Act, 2000*.

Public Road means any road that is (i) maintained to be open year round by the Department of Works, Services & Transportation of the Government of Newfoundland and Labrador, or its successor, or by a Municipality or Local Service District or, (ii) is categorized as Class I, Class II or Class III by the *Protected Road Zoning Regulations* under the *Urban and Rural Planning Act, 2000*.

Residential Planning Area is an area or region located along a Public Road that is either:

- (i) approved for residential development within a Municipal Plan; or
- (ii) approved for residential development within a Protected Road Plan; or
- (iii) approved for residential development within a Local Area Plan; or
- (iv) located within the Community Infilling Limits of a Municipality or a Local Service District for which no development plan exists.

Schedule of Rates, Rules & Regulations means the schedule setting out the rates, rules and regulations relating to the Corporation's service as approved from time to time by the Board.

Service Line means any Line across private property or along a private road required to serve a single customer.

Subdivision means a subdivided area of four or more building lots being developed for residential use within a Municipality.

Temporary Service means a service that is required for a period of less than three years.

3. BASIC INVESTMENT

The Corporation's Basic Investment in a single phase Line extension for Permanent Service to Domestic Customers shall include:

- (i) for Domestic Customers in a Residential Planning Area, up to 85 metres of Line, as measured from the customer's meter location, and all plant directly associated with that specific length of Line;
- (ii) for Domestic Customers in an area that is not a Residential Planning Area, up to 25 metres of Line, as measured from the customer's meter location, and all plant directly associated with that specific length of Line; and
- (iii) transformation, metering and, where the service location is on the side of the road opposite the Corporation's Line, the number of metres of Service Line equal to the width of the road right-of-way.

4. ADDITIONAL INVESTMENT

In addition to its Basic Investment, the Corporation may provide Additional Investment in the form of single phase Main Line extensions for Permanent Service to Domestic Customers in a Residential Planning Area. Additional Investment will be provided if there is satisfactory evidence that future growth along the route of the

Main Line extension will be sufficient to support the cost to construct and maintain the Main Line extension.

- (i) For Domestic Customers in a Residential Planning Area that is not a Subdivision, the existence of a foundation for a new building along the route of the Main Line extension shall constitute satisfactory evidence of sufficient future growth. For each such foundation, the Corporation will provide the number of metres of single phase Main Line, and all plant, applicable Clearing Costs and applicable Easement Costs directly associated with that specific length of Main Line, that would be provided as Basic Investment under this policy or the General Service Policy to a customer requiring service at the location of the foundation.

- (ii) For Domestic Customers in a Subdivision, satisfactory evidence of sufficient future growth shall be deemed to exist when:
 - (1) Road work to, and within the Subdivision is substantially complete;
 - (2) Line easements are in place;
 - (3) Legal survey drawings that indicate lot layouts and roads, and that show all relative distances and bearings, are complete; and
 - (4) Written municipal approval has been obtained and/or there exists a written development agreement between the Subdivision developer and the municipal council.

For a Subdivision meeting all of these requirements, the Corporation will provide up to 60 metres of single phase Main Line, and all plant directly associated with that specific length of Main Line, per approved Subdivision building lot.

5. REFUNDABLE CIACs

- (a) The total CIAC for a single phase Line extension for Permanent Service to Domestic Customers shall be calculated by first multiplying (i) the number of metres of single phase Line in excess of that provided by the Corporation pursuant to Clauses 3 and 4, by (ii) the Cost per Metre for single phase Line extensions, and then adding applicable Easement Costs and applicable Clearing Costs.
- (b) (i) Subject to Clauses 5(b)(ii) and 6, where a Domestic Customer connects to an existing Line extension in respect of which a CIAC was paid within ten years from the date that the Line extension was initially placed in service, that customer shall pay a CIAC calculated as if connection had occurred at the initial service date.
 - (ii) Where a new connection, pursuant to Clause 5(b)(i), to an existing Line extension in a Cottage Area would have resulted in an increase in the total CIAC for the entire Line extension as at the initial service date, the addition shall be deemed to be a separate Line extension.
- (c) In cases where a Line extension will be shared by two or more customers and the Line extension is in a Cottage Area, the total CIAC shall be apportioned, subject to Clause 6, based on the number of customers that connect to the Line extension. If the Line extension is not in a Cottage Area, the total CIAC shall be apportioned based on the length of Line extension required to serve each customer.
- (d) Subject to Clauses 5(b)(ii) and 6, where additional Domestic Customers are connected to a Line extension within ten years from the date it was initially placed in service and CIACs have been previously paid for that Line extension, CIAC refunds will be provided. The Corporation will refund to each existing customer the amount by which (i) the CIAC paid

by that existing customer less any refunds already received thereon, exceeds (ii) the CIAC which would have been payable by that existing customer under this Clause 5 if all customers had taken service at the time the Line extension was initially placed in service. A refund becomes due 90 days following the connection of the additional customer(s).

- (e) Interest paid through the financing option outlined in Clause 9 is not refundable.
- (f) The Corporation shall advise Domestic Customers of its CIAC refund policy. The Corporation shall make all reasonable efforts to identify customer refunds. A refund that is past due will accrue interest at the rate prescribed in Clause 9(c) commencing on the day following the day it became due.

6. NON-REFUNDABLE CIAC OPTION

- (a) (i) Domestic Customers in Cottage Areas may be provided the option of paying a non-refundable CIAC determined in accordance with Table 1.

Table 1 Non-Refundable CIAC Option	
Participation Percentage	Non-Refundable CIAC
50% - 65%	Minimum CIAC plus 25%
66% - 80%	Minimum CIAC plus 15%
Greater than 80%	Minimum CIAC plus 5%

- (ii) Participation Percentage is the ratio of (i) the total number of lot owners in the Cottage Area who have paid at least their minimum down payment, determined in accordance with Clause 9(b)(i), prior to the commencement of Line extension construction by the Corporation, to (ii) the Cottage Area Potential. The non-refundable CIAC option shall be

available only in Cottage Areas where the Participation Percentage is at least 50%.

- (iii) The total CIAC for a Cottage Area shall be calculated by first multiplying
 - (i) the number of metres of single phase Line in excess of that provided by the Corporation pursuant to Clauses 3(ii) and 3(iii) for the Cottage Area Potential, by (ii) the Cost per Metre for single phase Line extensions, and then adding applicable Easement Costs and applicable Clearing Costs.
 - (iv) The Minimum CIAC for each customer is the total CIAC required for the Line extension for the Cottage Area determined in accordance with Clause 6(a)(iii), divided by the Cottage Area Potential.
- (b) The non-refundable CIAC shall apply to all building lots connected in the Cottage Area for a period of 20 years from the date that the Line extension was initially placed in service.

7. SERVICE ENTRANCE LOCATIONS

Should a Domestic Customer request the Corporation to attach to a service entrance that is not as close as practical to the distribution pole from which the Service Line is to be run, the customer will be required to pay the costs associated with any additional plant.

8. UNDERGROUND SERVICE¹

- (a) A Domestic Customer may have an underground Service Line installed for their dwelling provided that the customer pays, in addition to the CIAC required under this policy, the amount by which the installed cost of the underground Service Line exceeds the installed cost of an overhead Service Line.

- (b) A Subdivision developer who wishes to provide underground distribution service to a housing development within the Subdivision shall pay, in addition to the CIAC required under this policy, the amount by which the installed cost of the underground system exceeds the cost of an equivalent overhead system.

9. PAYMENT

- (a) Subject to Clause 9(b), all CIACs shall be paid in advance of construction.

- (b) Where approval has been given in advance by the Corporation, a Domestic Customer may pay a CIAC on the following basis:
 - (i) \$300 or $\frac{1}{4}$ of the CIAC, whichever is greater, as a down-payment in advance of construction; and
 - (ii) the balance together with interest by way of not more than 120 equal monthly installments of not less than \$20 each.

- (c) The interest rate on a CIAC financed pursuant to Clause 9(b) shall be set at the time of issuance of the Domestic Customer's CIAC quote. The rate shall be equal to the prime rate of the Corporation's bankers as of the last day of the month immediately preceding the issuance of the CIAC quote to the customer, plus:

¹ This Clause does not apply to Newfoundland and Labrador Hydro.

- (i) 3% for customers that choose financing over a period of not more than 60 months;
and
 - (ii) 4% for customers that choose financing over a period of more than 60 months.
- (d) Installments shall be subject to the Corporation's credit policy. Default in payment of any installment shall, at the Corporation's option, render the unpaid balance immediately due and payable.
- (e) Should a Domestic Customer wish to prepay all or a portion of the unpaid balance, the Corporation will accept such pre-payment without bonus or penalty.

10. BOARD APPROVALS

The Corporation shall apply to the Board for approval of:

- (a) all Line extensions involving CIACs where the sum of the CIAC calculated pursuant to Clause 5(a) or Clause 6(a) and the Basic and Additional Investment calculated pursuant to Clauses 3 and 4 is greater than \$50,000; and
- (b) any deviations from this policy in the calculation of CIACs for Line extensions to Domestic Customers.

**NEWFOUNDLAND AND LABRADOR HYDRO
DOMESTIC CUSTOMERS
DISTRIBUTION LINE COST PER METRE FOR CIACs**

TYPE OF CONSTRUCTION	COST/METRE² (\$)
Single Phase Line Extension	45

² These costs do not include any clearing costs for clearing or obtaining easements. When clearing is required, an additional charge of \$4.00/meter will apply to the section of line beyond the distance at the Basic Investment. A \$400.00 charge will be applied for each required easement, beyond the distance of the Basic Investment.

NEWFOUNDLAND AND LABRADOR HYDRO

**CONTRIBUTION IN AID OF CONSTRUCTION POLICY:
DISTRIBUTION LINE EXTENSIONS AND UPGRADES
TO GENERAL SERVICE CUSTOMERS**

January 1, 2022

1. THE POLICY: GENERAL

The Corporation will provide Line extensions or Upgrades for Permanent Service to General Service Customers without a CIAC when the cost to provide and maintain the Line extension or Upgrade will be recovered through electricity rates paid by those customers. Otherwise, a CIAC calculated in accordance with this policy will be required.

2. INTERPRETATION

Board means the Board of Commissioners of Public Utilities for Newfoundland and Labrador.

CIAC means a contribution in aid of construction.

Clearing Costs means the estimated costs for the required brush clearing along the route of a Line extension or Upgrade.

Corporation means Newfoundland and Labrador Hydro.

Cost per Metre means the average construction and maintenance cost per metre of Line extension or Upgrade as calculated by the Corporation and approved from time to time by the Board. For Upgrades, this includes only the costs associated with the primary conductor and related hardware. See Appendix A.

Demand means the quantity of electricity which is delivered to a customer. It is expressed in kilowatts or kilovoltamperes, either at a given point in time or averaged over a period of time.

Domestic Policy means the Corporation's policy entitled "Contribution in Aid of Construction Policy: Distribution Line Extensions to Domestic Customers" as approved by the Board.

Easement Costs means the estimated costs to complete a survey of the right-of-way for a Line extension or Upgrade, and includes the labour costs to complete the survey, survey document and drawing; travel costs; and registration fees.

General Service Customer means a customer eligible for Permanent Service or Temporary Service pursuant to any Rate #'s 2.1, 2.2, 2.3 or 2.4 of the Corporation's Schedule of Rates, Rules & Regulations.

Line means an electrical distribution line and includes a Main Line or a Service Line.

Load Factor means the ratio of the average Demand in kilowatts supplied during a designated period to the maximum Demand in kilowatts supplied in that period. The average Demand is determined by dividing the energy consumption in kilowatt hours by 730 hours (if monthly) or by 8760 hours (if yearly).

Main Line means any Line required to supply electricity that is not a Service Line.

Municipality is as defined in the *Municipalities Act, 1999*.

Peak Demand means the maximum annual Demand that will be required by a customer.

Permanent Service means electrical service required for at least three years.

Schedule of Rates, Rules & Regulations means the schedule setting out the rates, rules and regulations relating to the Corporation's service as approved from time to time by the Board.

Service Drop means the span of Service Line from a customer's service entrance to the first pole that is connected to the Corporation's electrical system.

Service Line means any Line across private property or along a private road required to serve a single customer.

Temporary Service means a service that is required for a period of less than three years.

Upgrade means the upgrade of either (i) single phase Line to two phase, or (ii) single or two phase Line to three phase.

3. BASIC INVESTMENT

The Corporation's Basic Investment in a Line extension for Permanent Service to General Service Customers shall include:

- (i) Up to 85 metres of Line¹, as measured from the point where the customer takes service and all plant directly associated with that specific length of Line;
- (ii) Transformation for service up to 500 kVA where the required service voltage is one of the Corporation's standard service voltages and installation is in accordance with Corporation standards²;
- (iii) Secondary metering; and
- (iv) Where the service location is on the side of the road opposite the Corporation's Line, the number of metres of Service Line equal to the width of the road right-of-way.

¹ The line will be single phase or three phase depending on the requirement of the customer.

² The Corporation may, on such conditions as it deems acceptable, provide transformation for services greater than 500 kVA as set out in Regulation 5(i) of the Schedule of Rates, Rules & Regulations.

4. ADDITIONAL INVESTMENT

(a) Additional Growth Based Investment

In addition to its Basic Investment, the Corporation will provide Additional Growth Based Investment in the form of single phase Main Line extensions for Permanent Service to General Service Customers. Additional Growth Based Investment will be provided if there is satisfactory evidence that future growth along the route of the Main Line extension will be sufficient to support the cost to construct and maintain the Main Line extension. The existence of a foundation for a new building along the route of the Main Line extension shall constitute satisfactory evidence of sufficient future growth.

For each such foundation, the Corporation will provide the number of metres of single phase Main Line, and all plant directly associated with that specific length of Main Line, that would be provided as Basic Investment under this policy or the Domestic Policy to a customer requiring service at the location of the foundation.

(b) Additional Load Based Investment

In addition to its Basic Investment and Additional Growth Based Investment, the Corporation will provide Additional Load Based Investment for Permanent Service to General Service Customers with a Demand exceeding 10 kW. Additional Load Based Investment will be provided to the extent that it will be recovered from revenue generated by the customer(s) requesting the Line extension or Upgrade. The amount of Additional Load Based Investment that will be supported by such revenue shall be determined by reference to the anticipated Load Factor and Peak Demand of the customer(s) in accordance with the Plant Support Table in Appendix B.

5. CALCULATION OF CIACs

- (a) The cost of a Line extension or Upgrade for a General Service Customer shall, as applicable, be composed of the following:
- (i) for all other Line extensions or Upgrades, construction cost that is equal to the product of (1) the total number of metres of Line extension or Upgrade, and (2) the applicable Cost per Metre as set out in Appendix A;
 - (ii) applicable Clearing Costs and Easement Costs;
 - (iii) for an Upgrade, the costs associated with the replacement, transfer or installation of additional poles or anchors, including, without limitation, the costs set out in Appendix C.
- (b) The CIAC for Line extensions or Upgrades for General Service Customers shall, subject to Clause 5(c), be equal to the cost of the Line extension or Upgrade, as determined in accordance with Clause 5(a), less the value of the Corporation's Basic and Additional Investment as provided for in Clauses 3 and 4.
- (c) In cases where the Line extension or Upgrade will be shared by more than one customer, any CIAC required will be apportioned based on the length of the Line extension or Upgrade required to serve each customer. Where a customer is connected to a Line extension or Upgrade in respect of which a CIAC was paid within ten years from the date that the Line extension or Upgrade was placed in service, that customer shall pay a CIAC calculated as if service was connected to that customer when the Line extension or Upgrade was originally placed in service.

- (d) For Upgrades, Clause 5 (c) does not apply to customers that require single phase service and are connected to a Line for which a CIAC was paid solely for an Upgrade.
- (e) Detailed cost estimates will be used in place of the applicable Cost per Metre in determining the cost of a Line extension or Upgrade when either: (i) the cost of a Line extension or Upgrade calculated using the applicable Cost per Metre is estimated to be greater than \$100,000, or (ii) an Upgrade is required from single phase to two phase Line.
- (f) The Corporation's Additional Load Based Investment for a Permanent Service will be reduced by 2.5% for each year that the estimated life of the customer's operations is less than the depreciable life of the distribution plant used in the Line extension or Upgrade.

6. REFUNDS

- (a) Subject to Clause 5 (d), where additional customers are connected to a Line extension or Upgrade within 10 years from the date that the Line extension or Upgrade was placed in service, the Corporation will refund all or part of a CIAC previously paid in respect of that Line extension or Upgrade by the existing customers. The amount of the refund to each existing customer will be the amount by which (i) the CIAC paid by that existing customer less any refunds already received thereon, exceeds (ii) the CIAC which would have been payable by that existing customer under Clause 5 if the additional customers had taken service at the time the Line extension or Upgrade was originally placed in service. A refund becomes due 90 days following the connection of the additional customer(s).
- (b) Interest paid through the financing option outlined in Clause 8 is not refundable.

- (c) The Corporation shall advise customers of its CIAC refund policy. The Corporation shall make all reasonable efforts to identify customer refunds. A refund that is past due will accrue interest at the rate prescribed in Clause 8(b) commencing on the day following the day it became due.

7. SERVICE ENTRANCE LOCATIONS

Should a General Service Customer request the Corporation to attach to a service entrance that is not as close as practical to the distribution pole from which the Service Line is to be run, the customer will be required to pay the costs associated with any additional plant.

8. PAYMENT

- (a) All CIACs shall be paid in advance of construction, except in the following cases:
 - (i) Federal or Provincial Government Departments may provide a purchase order;
 - (ii) General Service Customers, if approval has been given in advance by the Corporation's credit personnel, may provide a purchase order; and
 - (iii) where approval has been given in advance by the Corporation's credit personnel, a customer may pay a CIAC on the following basis:
 - (1) \$300 or $\frac{1}{4}$ of the CIAC, whichever is greater, as a down-payment in advance of construction; and
 - (2) the balance together with interest by way of not more than 60 equal monthly installments of not less than \$20 each.

- (b) The interest rate applied to an unpaid CIAC balance shall be set at the time of the issuance of the customer's CIAC quote. The rate shall be equal to the prime rate of the Corporation's bankers as of the last day of the month immediately preceding the issuance of the CIAC quote to the customer, plus 3%.
- (c) CIAC Installments shall be subject to the Corporation's credit policy. Default in payment of any installment on a CIAC shall, at the Corporation's option, render the unpaid balance immediately due and payable.
- (d) Should a customer wish to prepay all or a portion of the unpaid balance, the Corporation will accept such pre-payment without bonus or penalty.

9. REVIEW OF CIACs

All CIACs collected from General Service Customers will be subject to a review after a period of 24 months from the date the service is made available. The purpose of the review is to determine the reasonableness of the original CIAC calculation. If the recalculated CIAC differs from that originally calculated by more than \$100, such difference will, as applicable, be charged or refunded to the customer's electric service account.

10. BOARD APPROVALS

The Corporation shall apply to the Board for approval of:

- (i) All Line extensions or Upgrades involving CIACs where the costs of the Line extension or Upgrade calculated pursuant to Clause 5 (a) are estimated to be greater than \$50,000;
- (ii) All Line extensions or Upgrades involving CIACs where the costs of the Line extension or Upgrade are calculated pursuant to Clause 5(e); and

Page 9 of 12

General Service
CIAC Policy

- (iii) Any deviations from this policy in the calculation of CIACs for Line extensions and Upgrades to General Service Customers.

**NEWFOUNDLAND AND LABRADOR HYDRO
 DISTRIBUTION LINE COST PER METRE
 FOR GENERAL SERVICE CIACs**

TYPE OF CONSTRUCTION	COST/METRE ³ (\$)
<u>LINE EXTENSIONS</u>	
Single Phase	45
Three Phase	65
<u>UPGRADES⁴</u>	
Single Phase to Three Phase	54
Two Phase to Three Phase	32

³ These costs do not include any clearing costs for clearing or obtaining easements. When clearing is required, an additional charge of \$4.00/meter will apply to the section of line beyond the distance at the Basic Investment. A \$400.00 charge will be applied for each required easement, beyond the distance of the Basic Investment.

⁴ These costs include only the cost associated with primary conductors and related hardware in upgrades. For additional costs, refer to Appendix C.

**NEWFOUNDLAND AND LABRADOR HYDRO
 DISTRIBUTION PLANT SUPPORT TABLE
 FOR GENERAL SERVICE CIACs**

Annual Load Factor	Dollars per kW/kVA⁵
Less than 5%	115
5%-9.9%	166
10%-14.9%	182
15%-19.9%	207
20%-24.9%	223
25%-29.9%	233
30%-34.9%	247
35%-39.9%	263
40%-44.9%	277
45%-49.9%	288
50%-54.9%	297
55%-59.9%	306
60%-64.9%	319
65%-66.9%	324
70% and over	329

⁵ The Additional Load Based Investment, which applies to customers with a maximum annual demand exceeding 10 KW, will be determined by multiplying (i) the estimated maximum annual demand, less 10 kW, and (ii) the appropriate dollars per kW/kVA.

**NEWFOUNDLAND AND LABRADOR HYDRO
 DISTRIBUTION PLANT UPGRADE COST
 FOR GENERAL SERVICE CIACs**

TYPE OF TRANSFER OR REPLACEMENT	COST ⁶ \$
REPLACE POLES – UP TO 45'	3,040
ADDITIONAL POLES	1,730
DISTRIBUTION SECONDARY PER POLE/SPAN	
Transfer Only	930
Replace Conductor	1,170
SERVICE DROP PER POLE/SPAN	
Transfer Only	90
Replace Conductor	170
TRANSFORMER MOUNTINGS	
Single Transformer	1,130
Two or Three Transformers	2,570
POLE GUY	
Transfer Only	50
Replace Guy	90
REPLACE ANCHOR	870
ADDITIONAL ANCHOR	500
STREETLIGHTING – TRANSFER SINGLE FIXTURE	280
STREETLIGHTING DUPLEX PER POLE/SPAN	
Transfer only	90
Replace Conductor	170

⁶ Includes all overheads.