

- 1 **Q. (Reference CA-NP-089)**
2 **a) Was the CIAC amount adjusted to reflect actual cost?**
3 **b) How did the actual cost compare to the approved CIAC amount and who**
4 **pays for cost differences between approved and actual CIAC costs?**
5
6 A. a) The amount collected was based on a detailed engineering estimate in accordance
7 with Clause 5(e) of the Company's CIAC Policy: Distribution Line Extensions and
8 Upgrades to General Service Customers. Section 9 of the same policy states:
9
10 *"All CIACs collected from General Service Customers will be subject to a review*
11 *after a period of 24 months from the date the service is made available. The*
12 *purpose of the review is to determine the reasonableness of the original CIAC*
13 *calculation. If the recalculated CIAC differs from that originally calculated by*
14 *more than \$100, such difference will, as applicable, be charged or refunded to*
15 *the customer's electric service account."*
16
17 Newfoundland Power will complete a review of the CIAC calculation in accordance
18 with the Company's CIAC Policy.
19
20 b) See part a).