

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

**AN ORDER OF THE BOARD
NO. P.U. 6(2013)**

1 **IN THE MATTER OF** the *Electrical Power*
2 *Control Act, 1994*, SNL 1994, Chapter E-5.1 (the
3 "*EPCA*") and the *Public Utilities Act*, RSNL 1990,
4 Chapter P-47 (the "*Act*") and regulations thereunder;

5
6 **AND**
7

8 **IN THE MATTER OF** an application by
9 Newfoundland and Labrador Hydro for
10 approval of a contribution in aid of construction
11 of an upgrade of a distribution line from
12 single-phase to three-phase for the Red Ochre
13 Regional Economic Development Board pursuant
14 to Section 41 of the *Act*.

15
16
17 **WHEREAS** Newfoundland and Labrador Hydro ("Hydro") is a corporation continued and
18 existing under the *Hydro Corporation Act, 2007*, is a public utility within the meaning of
19 the *Act*, and is also subject to the provisions of the *EPCA*; and

20
21 **WHEREAS** the Red Ochre Regional Economic Development Board (the "Customer") has
22 requested that Hydro upgrade approximately nine kilometers of the electrical distribution
23 system in Daniel's Harbour from a single-phase service to a three-phase service; and

24
25 **WHEREAS** the Customer has advised Hydro that the primary purpose for the upgrade is to
26 facilitate economic growth in the region and specifically to meet the immediate electrical
27 requirements of the Cooke Aquaculture Fish Hatchery in Daniel's Harbour; and

28
29 **WHEREAS** on February 25, 2013, the Board received an application from Hydro for
30 approval of a contribution in aid of construction ("CIAC") to upgrade existing single-phase
31 lines to provide a three-phase service to the Cooke Aquaculture Fish Hatchery in Daniel's
32 Harbour; and

33
34 **WHEREAS** the estimated construction cost of the upgrade is \$300,400.00 and is based on
35 a detailed engineering estimate in accordance with Clause 5(e) of the CIAC Policy:
36 Distribution Line Extensions and Upgrades to General Service Customers approved by
37 Order No. P.U. 27(2005), dated November 2, 2005 (the "Policy"); and

1 **WHEREAS** a CIAC for the upgrade has been calculated in accordance with Clause 5(e) of
2 the of the Policy and the CIAC thus calculated is \$287,472.49, excluding HST; and


3
4 **WHEREAS** Clause 10(ii) of the Policy states that Hydro shall apply to the Board for
5 approval of all line extensions or upgrades involving CIACs where the costs of the line
6 extension or upgrade are calculated pursuant to Clause 5(e); and

7
8 **WHEREAS** approval of the proposed CIAC is reasonable and prudent to ensure that
9 Hydro's investment in the upgrade is compensatory over the useful life of the upgrade and
10 not to the detriment of Hydro's other customers.

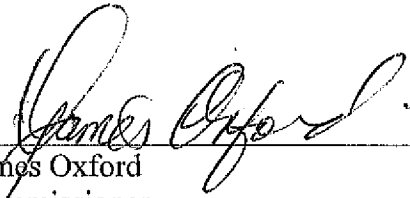
11
12
13 **IT IS THEREFORE ORDERED THAT:**

- 14
15 1. The Contribution in Aid of Construction of Two hundred and eighty-seven thousand
16 four hundred seventy-two dollars and forty-nine cents (\$287,472.49), excluding HST,
17 as calculated under the policy to provide three-phase service to the Cooke Aquaculture
18 Fish Hatchery in Daniels's Harbour for the Red Ochre Regional Economic
19 Development Board is approved.
20
21 2. Hydro shall pay all expenses of the Board arising from this Application.

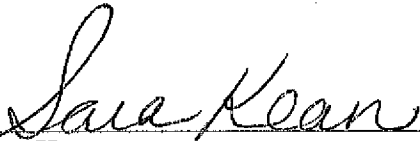
DATED at St. John's, Newfoundland and Labrador, this 1st day of March, 2013.



Darlene Whalen, P.Eng.
Vice-Chair



James Oxford
Commissioner



Sara Kean
Assistant Board Secretary