## NEWFOUNDLAND AND LABRADOR BOARD OF COMMISSIONERS OF PUBLIC UTILITIES

## AN ORDER OF THE BOARD

NO. P.U. 5(2025)

_	<b>Control Act, 1334</b> , 5112 1334, Chapter L 3.1
3	(the "EPCA") and the Public Utilities Act, RSNL
4	1990, Chapter P-47 (the "Act"), as amended,
5	and regulations thereunder; and
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7	IN THE MATTER OF an application by
8	Newfoundland and Labrador Hydro for an
9	exemption to Regulation 17 of its rules and
10	regulations.
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13	WHEREAS Newfoundland and Labrador Hydro ("Hydro") is a corporation continued and existing
14	under the Hydro Corporation Act, 2024, is a public utility within the meaning of the Act, and is
15	also subject to the provisions of the <b>EPCA</b> ; and
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17	WHEREAS in Order No. P.U. 36(2018) the Board approved a revision to Hydro's rules and
18	regulations to permit a restriction on load additions in excess of 100 kW in Labrador East for the
19	2018-2019 winter season and in Order No. P.U. 34(2019) the Board increased the restriction
20	threshold to 200 kW, extended the restriction geographically to include Labrador West, and
21	ordered that the restriction remain in place until further order of the Board; and
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23	WHEREAS Regulation 17 of Hydro's rules and regulations sets out the approved restriction on

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IN THE MATTER OF the Electrical Power

Control Act 1994 SNI 1994 Chanter F-5 1

**WHEREAS** restrictions pursuant to Regulation 17 remain in place while the system expansion needs are determined; and

new transmission investments amongst new and existing customers; and

load in Labrador East and West and permits Hydro to apply for a variance or exemption to this

**WHEREAS** in Order No. P.U. 7(2021) the Board approved the Network Additions Policy for the Labrador Interconnected System, which is intended to limit rate increases that can result from

investments necessary to serve new load requests, but also to share the benefits and costs of

restriction where there are special circumstances surrounding an application for service; and

**WHEREAS** on December 6, 2024 Hydro filed an application for an exemption to Regulation 17 to provide service to Carol Lake Metal Works in Labrador City (the "Application"); and

**WHEREAS** the Application stated that due to business growth Hydro received a request for service from Carol Lake Metal Works for an upgrade and relocation of its welding and fabrication facility which will result in a total estimated peak demand of 607 kW; and

WHEREAS the Application stated while the transmission capacity of the Labrador West system has not increased since the load restriction was implemented, Hydro must balance the importance of ensuring the system is not overwhelmed with the necessity for reasonable community infrastructure and business growth in Labrador; and

**WHEREAS** Hydro stated it has reviewed the impact of the customer connection on the Labrador West system and it does not pose concerns with respect to the continued delivery of reliable service in the region; and

WHEREAS the Application was copied to: Newfoundland Power Inc.; the Consumer Advocate, Dennis Browne, KC; a group of Island Industrial customers: Corner Brook Pulp and Paper Limited, Braya Renewable Fuels (Newfoundland) GP Inc., and Vale Newfoundland & Labrador Limited; Iron Ore Company of Canada; and the communities of Sheshatshiu, Happy Valley-Goose Bay, Wabush, and Labrador City; and

**WHEREAS** on January 16, 2025 Hydro filed a reply requesting the Board approve the Application as submitted; and

WHEREAS no other comments were received by the Board; and

**WHEREAS** the Board is satisfied that an exemption to Regulation 17 to provide service to Carol Lake Metal Works as requested is warranted and should be approved.

## IT IS THEREFORE ORDERED THAT:

1. An exemption to Regulation 17 to provide service to Carol Lake Metal Works for an upgrade and relocation of its welding and fabrication facility in Labrador City is approved.

2. Hydro shall pay all expenses of the Board arising from this Application.

**DATED** at St. John's, Newfoundland and Labrador, this 21st day of January 2025.

Kevin Fagan

Chair and Chief Executive Officer

John O'Brien, FCPA, FCA, CISA

commissioner

Christopher Pike, LL.B., FCIP

Commissioner

Jo-Anne Galarneau

**Executive Director and Board Secretary**