IN THE MATTER OF THE PUBLIC UTILITIES ACT, R.S.N.1990, c. P-47, as amended (the "Act")

<u>AND</u>

IN THE MATTER OF the application by Newfoundland and Labrador Hydro (the "Applicant") for approval of a Contribution in Aid of Construction ("CIAC") for a single-phase line extension to serve an Attendants' Cabin located at the Torrent River Fishway, near Hawkes Bay, pursuant to Section 41(5) of the Act.

WHEREAS the Applicant is a corporation duly organized and existing under the laws of the Province of Newfoundland and Labrador, is a public utility within the meaning of the Act, and is subject to the provisions of the *Electrical Power Control Act, 1994*; and

WHEREAS Public Works and Government Services Canada (the "Customer") has requested the Applicant to supply single-phase electrical service to an Attendants' Cabin located at the Torrent River Fishway, near Hawkes Bay which, in order to so provide, requires the extension of One-thousand four-hundred and eighty-one (1481) metres of single-phase distribution line; and

WHEREAS the Applicant has calculated a total CIAC for the Line Extension in accordance with Clause 5(b) of the CIAC Policy: Distribution Line Extensions and Upgrades to General Service Customers, approved by Order No. P.U. 7 (1997-98) dated September 30, 1997 (the "Policy"), which calculation assumes the Joint-Use Line Extension will supply service to one (1) customer and the total CIAC thus calculated is Twenty-five thousand two hundred ninety-two dollars and fifty-two cents (\$25,292.52), including HST; and

WHEREAS the total estimated construction cost of the Line Extension is \$38,506.00 and Clause 11(a) of the Policy states that all Line Extensions involving CIACs in which the construction costs are estimated to be greater than \$25,000 must be submitted to the Board for approval; and

WHEREAS the proposed expenditures on the Line Extension are necessary for the Applicant to provide service and facilities to the Customer which are reasonably safe and adequate and just and reasonable as required pursuant to s. 37 of the Act; and

WHEREAS the proposed CIAC is necessary to ensure that the Applicant's investment in the Line Extension is compensatory over the useful life of the Line Extension and will not be to the detriment of the Applicant's other customers.

IT IS THEREFORE ORDERED THAT:

Pursuant to section 41(5) of the Act, the Board approves the contribution in aid of construction in the amount of Twenty-five thousand, two hundred and ninety-two dollars and fifty-two cents (\$25,292.52), including HST, for the supply of single-phase electrical service to one (1) general service customer located at the Torrent River Fishway, near Hawkes Bay, as calculated under the Policy.

Dated at St. John's, Newfoundland and Labrador, this 15th day of April, 2004.

Robert Noseworthy, Chair and Chief Executive Officer.

Darlene Whalen, P.Eng., Vice-Chair.

G. Cheryl Blundon, Director of Corporate Services and Board Secretary.