

P.U. 20(2007)

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2 **IN THE MATTER OF** the *Electrical Power*
3 *Control Act*, RSNL 1994, Chapter E-5.1 (the
4 “*EPCA*”) and the *Public Utilities Act*, RSNL 1990,
5 Chapter P-47 (the “*Act*”) as amended, and their
6 subordinate regulations;

7
8 **AND**
9

10 **IN THE MATTER OF** the application by
11 Newfoundland Power Inc. (the “Applicant”)
12 for approval of a contribution in aid of construction
13 (“CIAC”) for a line extension to serve cottage
14 area customers (the “Customers”) pursuant to
15 Section 41(5) of the *Act*.

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19 **WHEREAS** the Applicant is a corporation duly organized and existing under the laws of the
20 Province of Newfoundland and Labrador, is a public utility within the meaning of the *Act*, and is
21 also subject to the provisions of the *Electrical Power Control Act, 1994*; and
22

23 **WHEREAS** the Customers are Domestic Customers with residences located in a Cottage Area
24 described as Beachy Cove Pond located off the Southern Shore Highway and the Customers consist
25 of thirty (30) potential residents of the Cottage Area; and
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27 **WHEREAS** a number of the Customers (the “Participating Customers”) have requested that the
28 Applicant provide their residences with single-phase electrical service and provision of the requested
29 service requires that the Applicant construct approximately 3,742 metres of single-phase line (the
30 “Extension”); and
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32 **WHEREAS** the Participating Customers have requested the Non-Refundable CIAC Option
33 provided for in Clause 6 of the CIAC Policy: Distribution Line Extensions to Domestic Customers
34 approved by Order No. P. U. 27(2005), dated November 2, 2005, (the “Policy”); and
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36 **WHEREAS** the Policy provides that the minimum Participation Percentage necessary to avail of the
37 Non-Refundable CIAC Option is 50%, and to date, 15 out of the 30 Customers have accepted
38 service for a Participation Percentage of 50%; and

1 **WHEREAS** a CIAC has been calculated in accordance with Clause 6(a) of the Policy, and the
2 CIAC thus calculated is Three thousand eight hundred fifteen dollars and one cent (\$3,815.01),
3 including HST; and
4

5 **WHEREAS** the sum of the CIAC calculated pursuant to Clause 6(a) and the Basic Investment
6 calculated pursuant to Clause 3 is \$100,236 and Clause 10(i) of the Policy states that the Applicant
7 shall apply to the Board for approval of all CIACs where the sum of the CIAC calculated pursuant to
8 Clause 5(a) or Clause 6(a) and the Basic and Additional Investment calculated pursuant to Clauses 3
9 and 4 is grater than \$50,000; and
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11 **WHEREAS** the proposed CIAC is necessary to ensure that the Applicant's investment in the
12 Extension is compensatory over the useful life of the Extension and will not be to the detriment of
13 the Applicant's other customers; and
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15 **WHEREAS** the Board is satisfied that the proposed CIAC should be approved.
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17 **IT IS THEREFORE ORDERED THAT:**
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- 19 1. The Non-Refundable CIAC of Three thousand eight hundred fifteen dollars and one cent
20 (\$3,815.01), including HST, as calculated under the Policy to provide single-phase service to
21 Domestic Customers located in the Cottage Area described as Beachy Cove Pond is
22 approved.
23
24 2. The Applicant shall pay all expenses of the Board arising from this Application.

DATED at St. John's, Newfoundland and Labrador, this 28th day of June 2007.

Robert Noseworthy
Chair & Chief Executive Officer

Darlene Whalen, P.Eng.
Vice-Chair

Cheryl Blundon
Board Secretary