

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

AN ORDER OF THE BOARD

NO. P.U. 48(2014)

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

7 **IN THE MATTER OF** an application by
8 Newfoundland Power Inc. for approval of a
9 Contribution in Aid of Construction for a line
10 extension to serve domestic customers in the
11 cottage area known as Square Pond East, near
12 the Town of Gambo pursuant to section 41 of
13 the Act.
14
15

16 **WHEREAS** Newfoundland Power Inc. (“Newfoundland Power”) is a corporation duly
17 organized and existing under the laws of the Province of Newfoundland and Labrador, is a public
18 utility within the meaning of the *Act*, and is also subject to the provisions of the *EPCA*; and
19

20 **WHEREAS** on November 10, 2014 Newfoundland Power filed an application for approval of a
21 Contribution in Aid of Construction (“CIAC”) for a single-phase line extension of approximately
22 2,438 metres (the “Extension”) to serve domestic customers in a cottage area known as Square
23 Pond East, near the Town of Gambo; and
24

25 **WHEREAS** eleven potential customers of the area (the “Participating Customers”) have
26 requested that Newfoundland Power provide electrical service; and
27

28 **WHEREAS** the Participating Customers have requested the Non-Refundable CIAC Option
29 provided for in Clause 6 of the CIAC Policy: Distribution Line Extensions to Domestic
30 Customers approved by Order No. P.U. 27 (2005), dated November 2, 2005, (the “Policy”), and
31

32 **WHEREAS** the Non-Refundable CIAC, calculated in accordance with Clause 6 of the Policy is
33 four thousand three hundred and fifty dollars and seventy-five cents (\$4,350.75), excluding HST;
34 and
35

36 **WHEREAS** the sum of the Non-Refundable CIAC calculated pursuant to Clause 6 and the Basic
37 Investment calculated pursuant to Clause 3 exceeds \$50,000 and therefore, in accordance with
38 Clause 10(i) of the Policy, Board approval is required; and
39

1 **WHEREAS** the Policy provides that the minimum Participation Percentage necessary to avail of
 2 the Non-Refundable CIAC Option is 50%, and to date, 11 of the 21 potential customers,
 3 constituting a participation percentage of 52%, have provided Newfoundland Power with written
 4 confirmation that they will accept service and have paid the minimum down-payment; and
 5

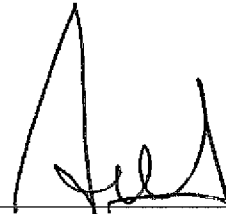
6 **WHEREAS** Newfoundland Power, pursuant to section 41(5) of the Act, requests that the Board
 7 approve a Non-Refundable CIAC of four thousand three hundred and fifty dollars and seventy-
 8 five cents (\$4,350.75), excluding HST, for each customer of the cottage area known as Square
 9 Pond East, near the Town of Gambo; and
 10

11 **WHEREAS** the proposed CIAC is necessary to ensure that Newfoundland Power's investment is
 12 compensatory over the useful life of the Extension and will not be to the detriment of
 13 Newfoundland Power's other customers.
 14

15
 16 **IT IS THEREFORE ORDERED THAT:**
 17

- 18 1. The Non-Refundable Contribution in Aid of Construction of four thousand three hundred
 19 and fifty dollars and seventy-five cents (\$4,350.75), excluding HST, to apply to Domestic
 20 Customers located in the cottage area known as Square Pond East, near the Town of
 21 Gambo, is approved.
 22
 23 2. Newfoundland Power shall pay all expenses of the Board arising from this Application.

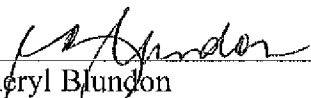
DATED at St. John's, Newfoundland and Labrador, this 28th day of November 2014.



Andy Wells
 Chair & Chief Executive Officer



Darlene Whalen, P.Eng.
 Vice-Chair



Cheryl Blundon
 Board Secretary