NEWFOUNDLAND AND LABRADOR BOARD OF COMMISSIONERS OF PUBLIC UTILITIES

AN ORDER OF THE BOARD

NO. P.U. 2(2011)

1 IN THE MATTER OF the <i>Electrical Power</i>	1	IN	THE	MAT	TER	OF	the	Electr	rical	Power
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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;

AND

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8 **IN THE MATTER OF** an application by

9 Newfoundland and Labrador Hydro

10 for approval of a contribution in aid of

11 construction to provide single phase

12 electrical service to serve the Labrador City

13 Landfill Site.

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15 WHEREAS Newfoundland and Labrador Hydro ("Hydro") is a corporation duly organized 16 and existing under the laws of the Province of Newfoundland and Labrador, is a public utility 17 within the meaning of the *Act*, and is also subject to the provisions of the *EPCA*; and

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WHEREAS the Labrador City Landfill Site (the "Customer") has requested Hydro to supply
 single phase electrical service to a landfill site located near the Town of Labrador City; and

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WHEREAS on December 16, 2010 Hydro filed an application for approval of a contribution in aid of construction ("CIAC") in relation to the construction of a 46 kV substation and 200 metre single phase distribution line to serve the Customer which Hydro states is the least cost alternative for providing the requested service (the "Application"); and

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WHEREAS Hydro is required to apply for approval of the CIAC as the proposed CIAC
 deviates from the CIAC Policy approved by Order No. P.U. 7 (2010); and

WHEREAS the total estimated customer contribution is \$256,979.18, as calculated under Clause 5(e) of the CIAC Policy, based on an estimated construction cost of \$232,125.20 less the company investment of \$4,710.00, for a net cost of \$227,415.20 plus HST of \$29,563.98; and

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35 **WHEREAS** on December 20, 2010 requests for information were sent to Hydro and 36 responses were received on January 6, 2011; and

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38 **WHEREAS** the proposed expenditures are necessary for Hydro to provide service and 39 facilities to the Customer which are reasonably safe and adequate and just and reasonable as

40 required pursuant to s. 37 of the *Act*; and

WHEREAS approval of the proposed CIAC is reasonable and prudent to ensure that Hydro's
 investment is compensatory over the useful life of the Project and not to the detriment of
 Hydro's other customers.

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IT IS THEREFORE ORDERED THAT:

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7 1. The contribution in aid of construction of two hundred fifty-six thousand nine hundred
8 seventy-nine dollars and eighteen cents (\$256,979.18), including HST, for the
9 construction of a 46 kV substation and 200 metre single phase distribution line to serve
10 Labrador City Landfill Site is approved.

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

Dated at St. John's, Newfoundland and Labrador, this 26th day of January 2011.

Darlene Whalen, P.Eng. Vice-Chair

Dwanda Newman, LLB Commissioner

Cheryl Blundon Board Secretary