

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

**AN ORDER OF THE BOARD  
NO. P. U. 28(2011)**

1 **IN THE MATTER OF** the *Electrical Power*  
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;

5  
6 **AND**  
7

8 **IN THE MATTER OF** an application by  
9 Newfoundland Power Inc. pursuant to  
10 Section 41 of the *Act* for the approval  
11 of a Contribution in Aid of Construction for  
12 a line extension to serve Domestic Customers  
13 in the cottage area known as Coles Pond  
14 located on the Southern Shore.

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

21  
22 **WHEREAS** on December 9, 2011 Newfoundland Power filed an application for approval  
23 of a Contribution in Aid of Construction ("CIAC") for a single-phase line extension of  
24 approximately 2,060 metres (the "New Extension") to serve Domestic Customers in a  
25 cottage area known as Coles Pond located on the Southern Shore; and

26  
27 **WHEREAS** the customers have requested that Newfoundland Power provide electrical  
28 service (the "Customers"); and

29  
30 **WHEREAS** a CIAC of the New Extension has been calculated in accordance with Clause  
31 5(a) and Clause 5(b) and the CIAC thus calculated is Four thousand three hundred twenty  
32 six dollars (\$4,326.00), excluding HST; and

33  
34 **WHEREAS** the New Extension represents an addition to an existing line extension  
35 constructed in 2004 to serve customers in the Mobile First Pond area (the "Existing  
36 Extension") and the CIAC for customers served by the Existing Extension is Two thousand  
37 one hundred eight dollars and eighty-three cents (\$2,108.83), excluding HST; and  
38

1 **WHEREAS** combining the cost of serving the Customers with the cost of serving those  
2 customers served by the Existing Extension would result in an average CIAC of Two  
3 thousand four hundred forty-six dollars and thirty-five cents (\$2,446.35), excluding HST,  
4 and this would represent an increase in the CIAC for the customers served by the Existing  
5 Extension; and

6  
7 **WHEREAS** in accordance with Clause 5(b)(ii) of the Policy, the New Extension is  
8 therefore to be deemed a separate Line extension for the purpose of determining a CIAC;  
9 and

10  
11 **WHEREAS** the sum of the CIAC calculated pursuant to Clause 5(a) and the Basic  
12 Investment calculated pursuant to Clause 3 is \$68,388.00 and Clause 10(i) of the Policy  
13 states that Newfoundland Power shall apply to the Board for approval of all CIACs where  
14 the sum of the CIAC calculated pursuant to Clause 5(a) or Clause 6(a) and the Basic and  
15 Additional Investment calculated pursuant to Clauses 3 and 4 is greater than \$50,000; and

16  
17 **WHEREAS** the proposed CIAC is necessary to ensure that Newfoundland Power's  
18 investment in the New Extension is compensatory over the useful life of the New Extension  
19 and will not be to the detriment of Newfoundland Power's other customers.

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21 **IT IS THEREFORE ORDERED THAT:**

- 22  
23 1. The Refundable Contribution in Aid of Construction of four thousand three hundred  
24 and twenty-six dollars (\$4,326.00), excluding HST, to apply to Domestic Customers  
25 located in the cottage area known as Coles Pond Cottage Area on the Southern Shore is  
26 approved.  
27  
28 2. Newfoundland Power shall pay all expenses of the Board arising from this Application.

**Dated** at St. John's, Newfoundland and Labrador, this 20<sup>th</sup> day of December, 2011.

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Darlene Whalen, P.Eng.  
Vice-Chair

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James Oxford  
Commissioner

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Cheryl Blundon  
Board Secretary