

NEWFOUNDLAND AND LABRADOR
BOARD OF COMMISSIONERS OF PUBLIC UTILITIES

AN ORDER OF THE BOARD

NO. P.U. 19(2013) AMENDED

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 Newfoundland
9 and Labrador Hydro for approval of a contribution in aid
10 of construction to construct a three-phase distribution line
11 extension for the Department of Municipal Affairs to serve
12 the Trouser Lake Pumphouse near the community of Nain,
13 pursuant to Section 41 of the *Act*.

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15
16 **WHEREAS** Newfoundland and Labrador Hydro ("Hydro") is a corporation continued and
17 existing under the *Hydro Corporation Act, 2007*, is a public utility within the meaning of
18 the *Act*, and is also subject to the provisions of the *EPCA*; and

19
20 **WHEREAS** the Department of Municipal Affairs of the Government of Newfoundland and
21 Labrador (the "Customer") has requested, on behalf of the Inuit Community Government of
22 Nain, that Hydro construct a three-phase distribution line extension; and

23
24 **WHEREAS** the Customer has advised Hydro that the extension is required to supply
25 service to the Trouser Lake Pumphouse located near the community of Nain which is to be
26 owned and operated by the Inuit Community Government of Nain; and

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28 **WHEREAS** on May 3, 2013 the Board received an application from Hydro for approval of
29 a contribution in aid of construction ("CIAC") to carry out the construction of the three-
30 phase distribution line extension to the Trouser Lake Pumphouse which was amended on
31 May 14, 2013; and

32
33 **WHEREAS** the estimated cost of construction of the distribution line extension is seven
34 hundred thirty-five thousand eight hundred and three dollars and fifty cents (\$735,803.50)
35 and is based on a detailed engineering estimate in accordance with Clause 5(e) of the CIAC
36 Policy: Distribution Line Extensions and Upgrades to General Service Customers approved
37 by Order No. P.U. 27(2005) (the "Policy"); and

1 **WHEREAS** a CIAC for the line extension has been calculated in accordance with Clause
2 5(e) of the Policy, which calculation assumes the extension will supply a facility with an
3 estimated peak demand of 190 kW, and the CIAC thus calculated is seven hundred ten
4 thousand nine hundred and eighteen dollars and fifty cents (\$710,918.50); and
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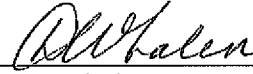
6 **WHEREAS** Clause 10(ii) of the Policy states that Hydro shall apply to the Board for
7 approval of all line extensions or upgrades involving CIACs where the costs of the line
8 extension or upgrade are calculated pursuant to Clause 5(e); and
9

10 **WHEREAS** approval of the proposed CIAC is reasonable and prudent to ensure that
11 Hydro's investment in the extension is compensatory over the useful life of the extension
12 and not to the detriment of Hydro's other customers; and
13

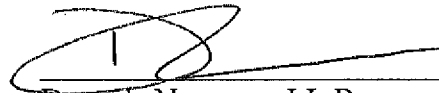
14 **IT IS THEREFORE ORDERED THAT:**
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- 16 1. The Contribution in Aid of Construction of seven hundred ten thousand nine hundred
17 and eighteen dollars and fifty cents (\$710,918.50), excluding HST, as calculated under
18 the Policy to provide three-phase service to the Trouser Lake Pumphouse, as requested
19 by the Department of Municipal Affairs on behalf of the Inuit Community Government
20 of Nain, is approved.
21
- 22 2. Hydro shall pay all expenses of the Board arising from this Application.

DATED at St. John's, Newfoundland and Labrador, this 21st day of May, 2013.



Darlene Whalen, P.Eng.
Vice-Chair



Dwanda Newman, LL.B.
Commissioner



Sara Kean
Assistant Board Secretary