

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

**AN ORDER OF THE BOARD**

**NO. P.U. 12(2017)**

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*”), as amended, and regulations  
5 thereunder; and  
6

7 **IN THE MATTER OF** an application by  
8 Newfoundland Power Inc. for approval of  
9 the balance in the Weather Normalization  
10 Reserve as of December 31, 2016 pursuant  
11 to sections 69(3) and 78 of the *Act*.  
12  
13

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

18 **WHEREAS** by Order No. P.U. 1(1974) the Board ordered that Newfoundland Power create a  
19 Weather Normalization Reserve to normalize purchased power costs for variations in hydroelectric  
20 production caused by varying levels of precipitation, as well as any variations in kilowatt hours sold  
21 and purchased caused by varying temperatures and wind speed; and  
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23 **WHEREAS** by Order No. P.U. 13(2013) the Board approved Section II(8) of the Rate Stabilization  
24 Clause which requires that on March 31<sup>st</sup> of each year, beginning in 2013, the Rate Stabilization  
25 account shall be increased (reduced) by the balance in the Weather Normalization Reserve accrued  
26 in the previous year; and  
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28 **WHEREAS** Newfoundland Power has reported to the Board that its Weather Normalization  
29 Reserve as of December 31, 2016 has a negative balance of \$1,720,704.94; and  
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31 **WHEREAS** the Board is satisfied that the Weather Normalization Reserve at December 31, 2016  
32 properly reflects the normalization of variations in revenue and expenses caused by meteorological  
33 conditions during 2016.

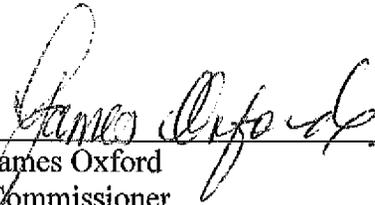
1 **IT IS THEREFORE ORDERED THAT:**  
2

- 3 1. Newfoundland Power's Weather Normalization Reserve of a negative balance of \$1,720,704.94  
4 as of December 31, 2016 is approved.  
5  
6 2. Newfoundland Power shall pay all costs and expenses of the Board in connection with this  
7 Application.

**DATED** at St. John's, Newfoundland and Labrador, this 20<sup>th</sup> day of April 2017.



\_\_\_\_\_  
Darlene Whalen, P.Eng.  
Vice-Chair



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James Oxford  
Commissioner

  
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Cheryl Blundon  
Board Secretary