

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

**AN ORDER OF THE BOARD**

**NO. P.U. 10(2020)**

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, 2019 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  
22

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 the Rate Stabilization account be increased  
25 (reduced) by the balance in the Weather Normalization Reserve accrued in the previous year; and  
26

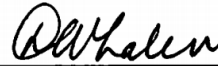
27 **WHEREAS** Newfoundland Power has reported to the Board that its Weather Normalization  
28 Reserve as of December 31, 2019 has a negative balance of \$5,654,474; and  
29

30 **WHEREAS** the Board is satisfied that the Weather Normalization Reserve as of December 31,  
31 2019 properly reflects the normalization of variations in revenue and expenses caused by  
32 meteorological conditions during 2019.

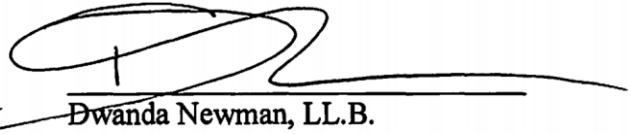
**IT IS THEREFORE ORDERED THAT:**

- 1  
2 1. Newfoundland Power's Weather Normalization Reserve of a negative balance of \$5,654,474 as  
3 of December 31, 2019 is approved.  
4  
5 2. Newfoundland Power shall pay all costs and expenses of the Board in connection with this  
6 Application.

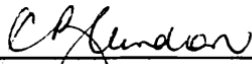
**DATED** at St. John's, Newfoundland and Labrador, this 6<sup>th</sup> day of April 2020.



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Darlene Whalen, P. Eng., FEC  
Chair and Chief Executive Officer



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Dwanda Newman, LL.B.  
Vice-Chair



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Cheryl Blundon  
Board Secretary