WHENEVER. WHEREVER. We'll be there.



March 27, 2025

Board of Commissioners of Public Utilities P.O. Box 21040 120 Torbay Road St. John's, NL A1A 5B2

Attention:

Jo-Anne Galarneau

Executive Director and Board Secretary

Dear Ms. Galarneau:

Re: Application for Approval of a Contribution in Aid of Construction ("CIAC") for Three-Phase Service for Codroy Valley

Please find enclosed Newfoundland Power Inc.'s (the "Company") application for approval of the above noted CIAC for a line extension to provide three-phase service to the Codroy Valley to drive industrial growth, support port electrification and boost tourism development and services offered in the region.

In order to provide the requested service, it is necessary to upgrade 13.4 kilometres of two-phase to three-phase (the "Extension"). The total estimated cost of the line extension, using the applicable cost per metre factors, exceeds \$100,000. As such, section 5(e) of the Company's CIAC Policy: Distribution Line Extensions and Upgrades to General Service Customers (the "Policy") requires the completion of a detailed engineering cost estimate.

The construction cost of the proposed line extension based on the detailed engineering estimate is \$930,163.52 (excluding HST). Section 10(ii) of the Policy further requires that all extensions or upgrades involving CIACs calculated in accordance with section 5(e) of the Policy be submitted to the Board for approval.

A draft of the Order requested is enclosed for the Board's convenience. Should you have any questions on the application, please contact the undersigned.

Yours truly,

Dominic Foley Legal Counsel

Enclosures

IN THE MATTER OF the *Public*

Utilities Act, (the "Act"); and

IN THE MATTER OF an

Application by Newfoundland Power Inc. for approval of a contribution in aid of construction for a three-phase service for the Codroy Valley Area Development Association (the "Customer") pursuant to section 41(5) of the Act.

TO: The Board of Commissioners of Public Utilities (the "Board")

THE APPLICATION OF Newfoundland Power Inc. (the "Applicant") SAYS THAT:

- 1. The Applicant is a corporation duly organized and existing under the laws of the Province of Newfoundland and Labrador, is a public utility within the meaning of the Act, and is subject to the provisions of the *Electrical Power Control Act, 1994*.
- 2. The Customer is an incorporated non-profit community advocacy organization with a mandate to facilitate the economic development of the communities that comprise the Codroy Valley.
- 3. The Customer has requested that the Applicant provide the Codroy Valley with three-phase electrical service. In order to provide the requested service, it is necessary to upgrade 13.4 kilometres of two-phase to three-phase (the "Extension"). Schedule A to this Application contains a drawing of the Extension.
- 4. A contribution in aid of construction ("CIAC") for the Extension has been calculated in accordance with section 5(e) of the CIAC Policy: Distribution Line Extensions and Upgrades to General Service Customers, approved by Order No. P.U. 27 (2005), dated November 2, 2005 (the "Policy"). Based on a detailed engineering estimate as required by section 5(e) of the Policy, the estimated construction cost of the Extension is \$930,163.52. Schedule B to this Application contains a detailed calculation of the construction cost.
- 5. Section 10(ii) of the Policy states that the Company shall apply to the Board for approval of all line extensions or upgrades involving CIACs where the cost of the line extension or upgrade is calculated pursuant to section 5(e) of the Policy.
- 6. The proposed CIAC as calculated in Schedule B is necessary to ensure that the Applicant's investment in the Extension is compensatory over the useful life of the extension and will not be to the detriment of the Applicant's other customers.

- 7. This Application seeks approval of the CIAC as calculated in accordance with the Policy.
- 8. Communications with respect to this Application should be forwarded to the attention of Dominic Foley, Counsel to the Applicant.
- 9. **THE APPLICANT REQUESTS** that the Board approve, pursuant to section 41(5) of the Act, the CIAC as calculated in Schedule B to this Application.

DATED at St. John's, Newfoundland and Labrador, this 27th day of March, 2025.

NEWFOUNDLAND POWER INC.

Dominic Foley

Newfoundland Power Inc.

P.O. Box 8910

55 Kenmount Road

St. John's, NL A1B 3P6

Telephone: (709) 737-5500 ext. 6200

Facsimile: (709) 737-2974

IN THE MATTER OF the *Public Utilities Act*, (the "Act"); and

IN THE MATTER OF an

Application by Newfoundland Power Inc. for approval of a contribution in aid of construction for a three-phase service for the Codroy Valley Area Development Association (the "Customer") pursuant to section 41(5) of the Act.

AFFIDAVIT

- I, Dawn E. Furey, of the City of St. John's in the Province of Newfoundland and Labrador, make oath and say as follows:
- 1. THAT I am employed with Newfoundland Power Inc. as Team Lead, CIAC and Risk Management;
- 2. THAT I have read and understand the foregoing Application; and
- 3. THAT, to the best of my knowledge, information and belief, all matters, facts and things set out in the Application are true.

SWORN TO before me at the

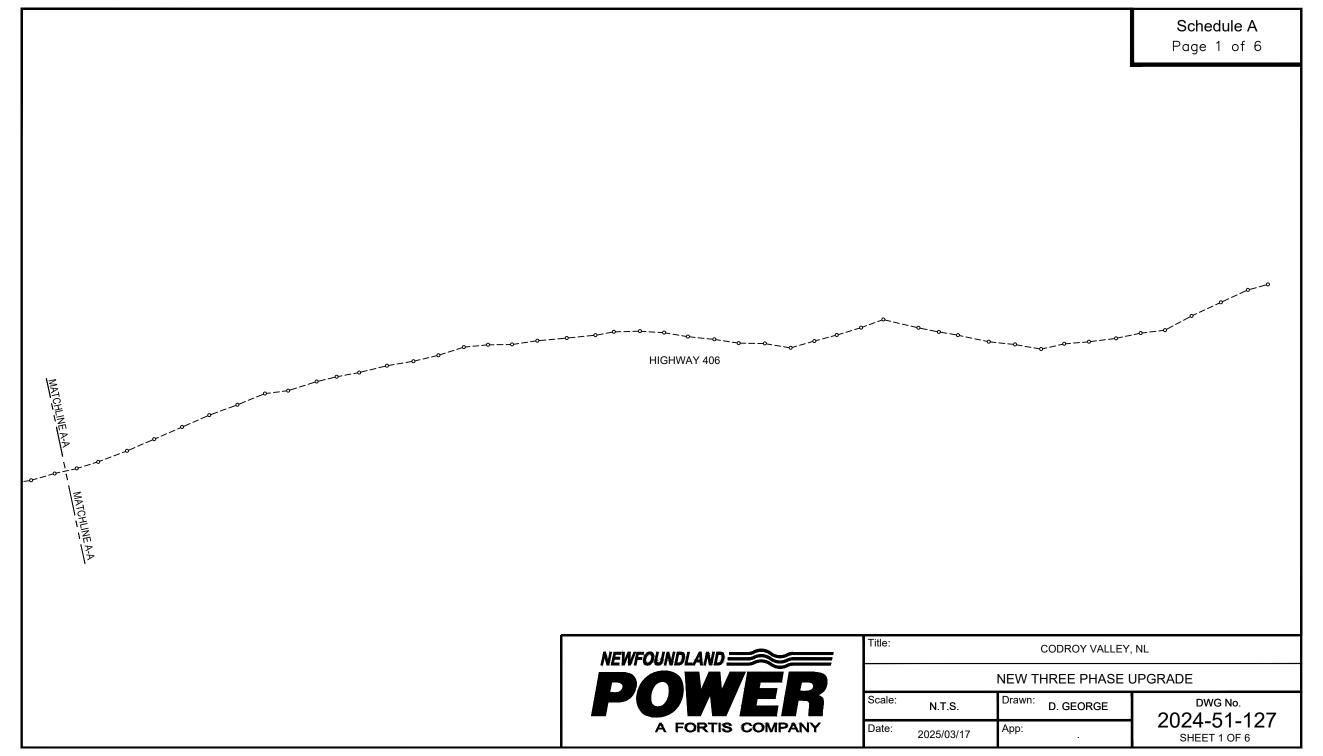
City of St. John's, in the Province of

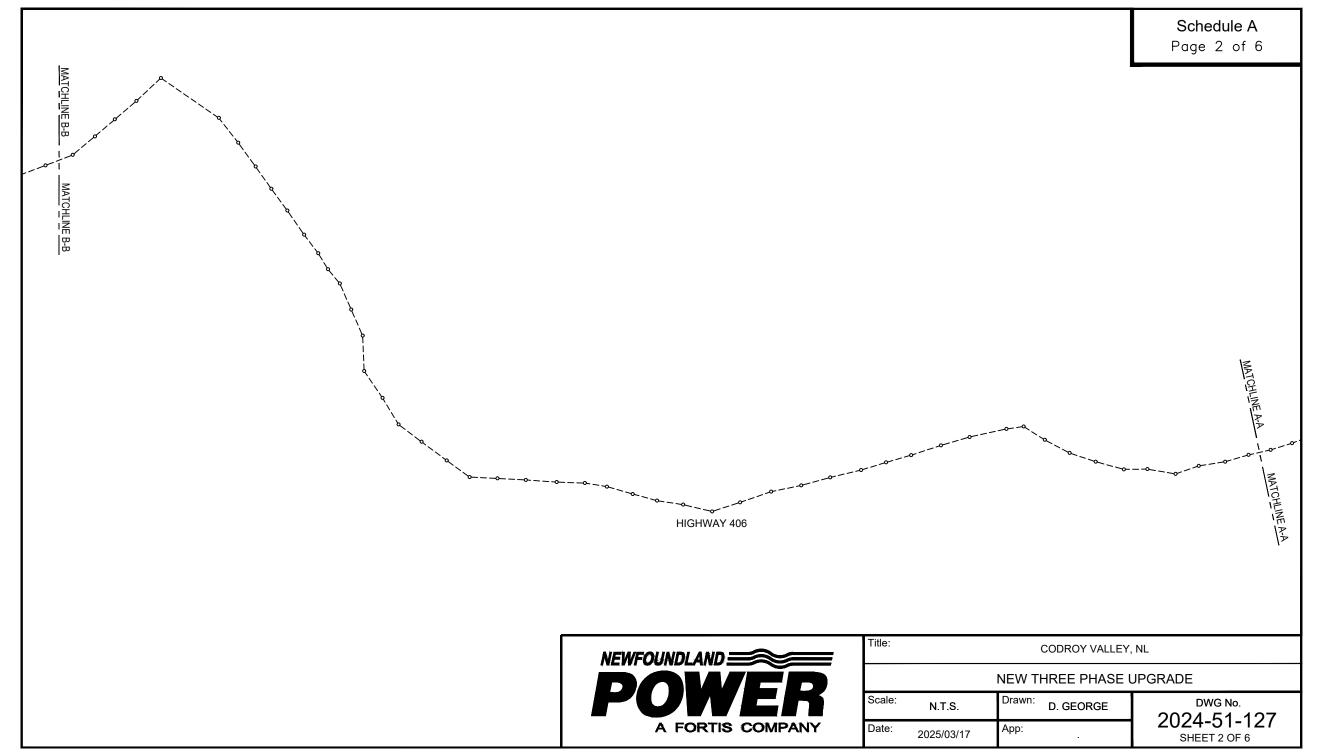
Newfoundland and Labrador

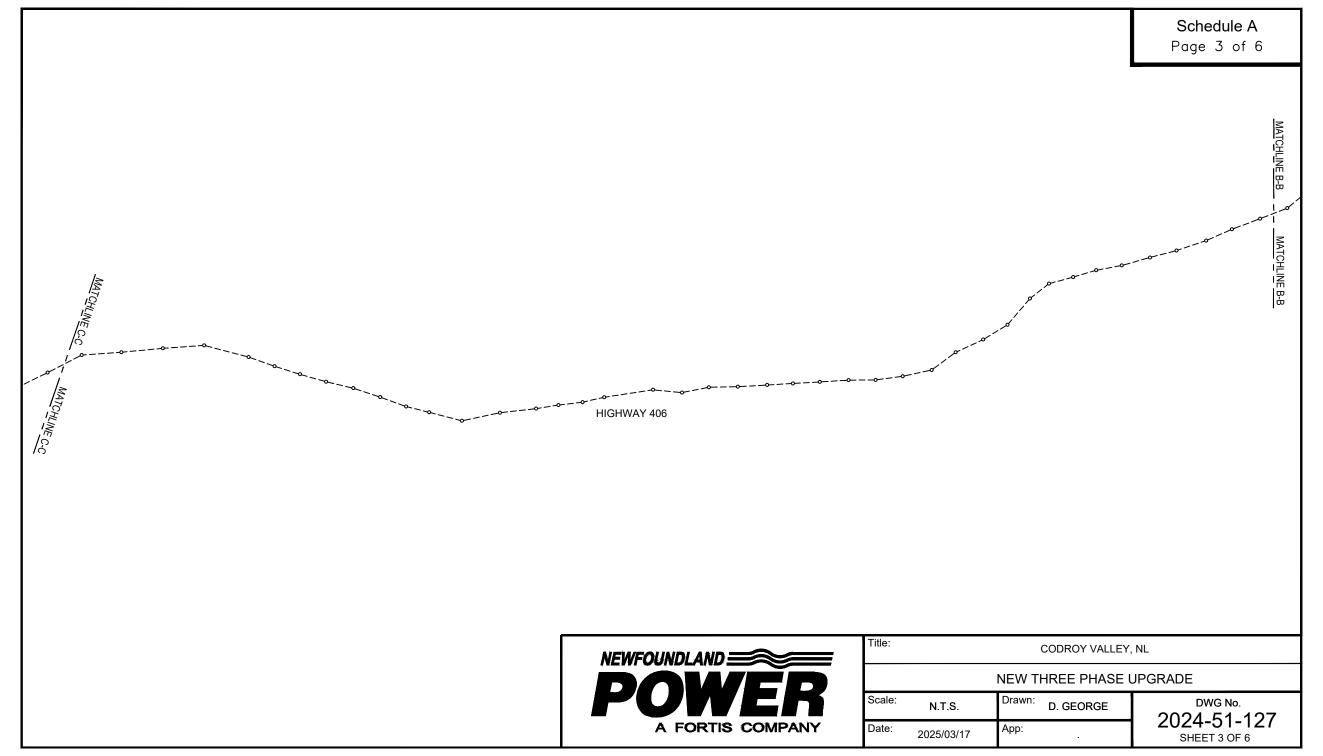
This 27th day of March, 2025:

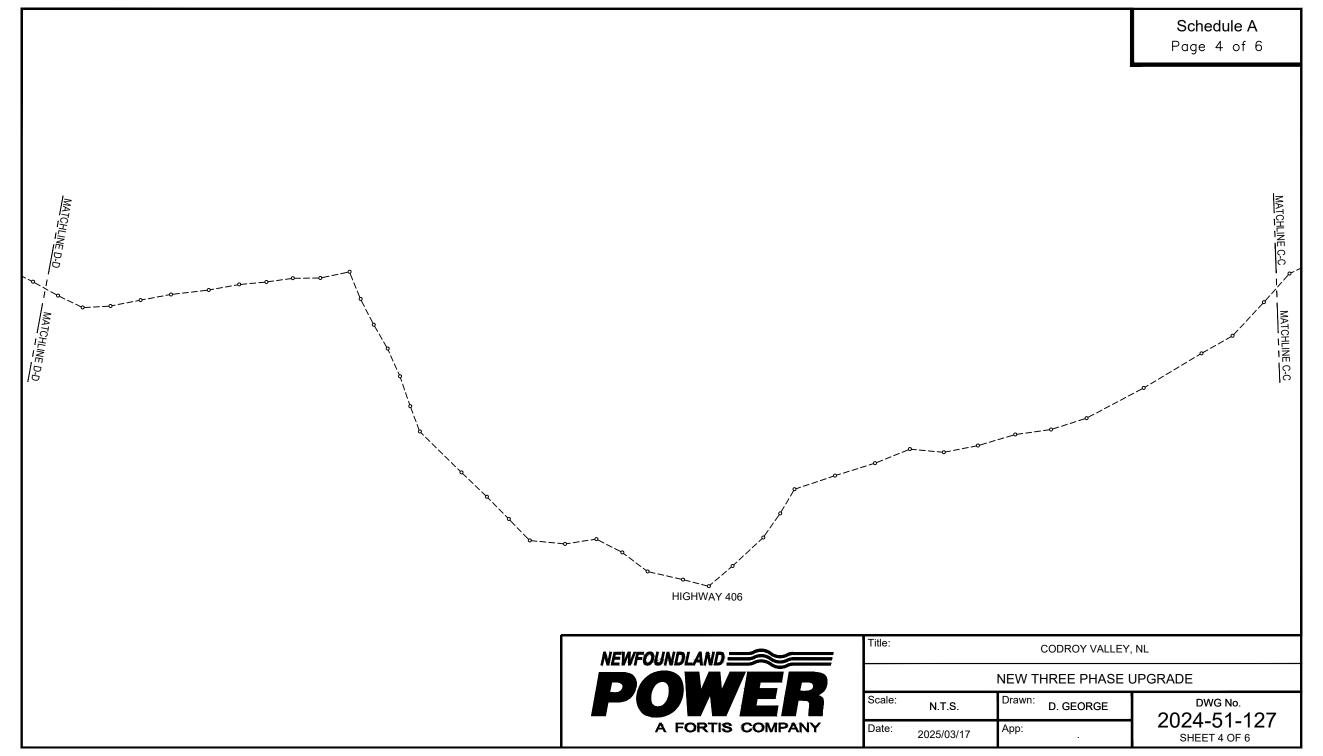
Barrister

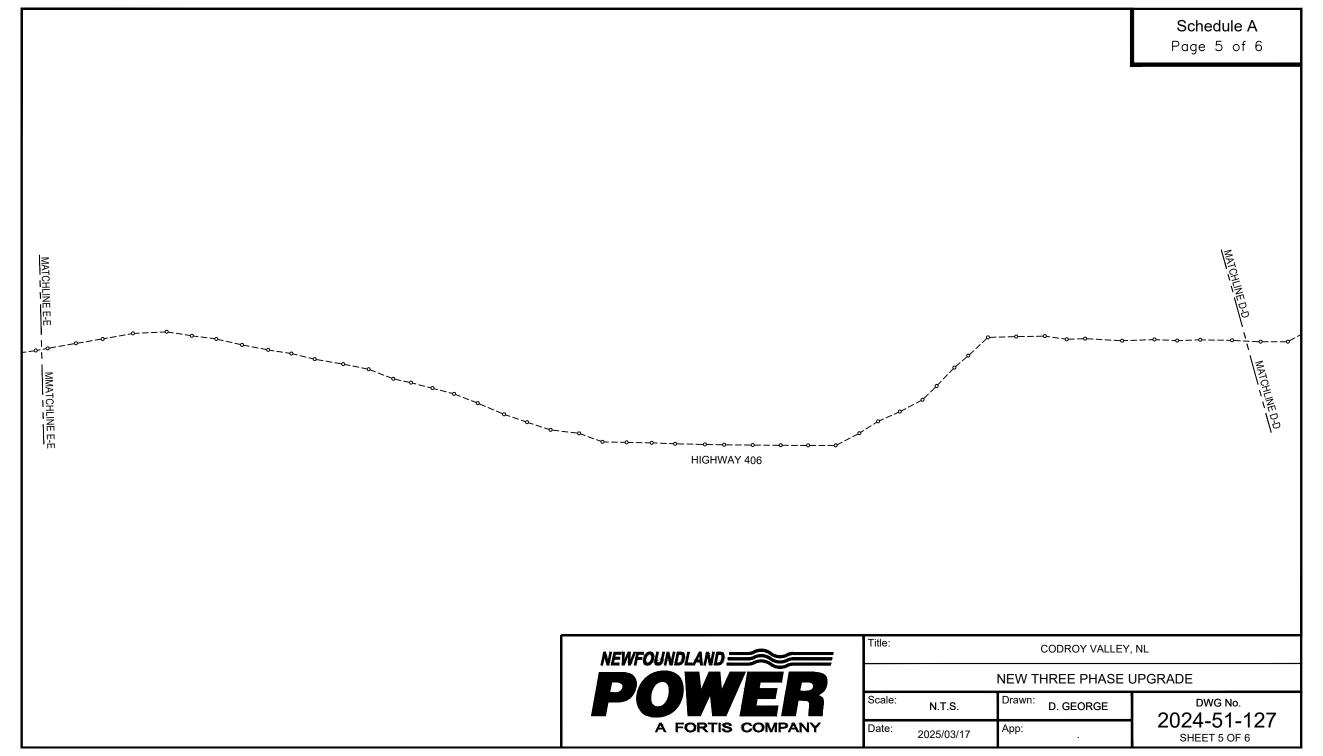
Dawn E. Furey











Schedule A Page 6 of 6 HIGHWAY 406 TOTAL SPAN: 13,403.30 METERS Title: CODROY VALLEY, NL NEWFOUNDLAND NEW THREE PHASE UPGRADE Scale: DWG No. N.T.S. D. GEORGE 2024-51-127 A FORTIS COMPANY Date: App: 2025/03/17 SHEET 6 OF 6

CONTRIBUTION IN AID OF CONSTRUCTION GENERAL SERVICE

CUSTOMER: Codroy Valley Area Development Association

Location: Codroy Valley Area

BASIS OF ESTIMATE Upgrade 13,400 metres of two-phase line to three-phase

Material & Other Costs	
Material Costs (excluding poles)	\$ 124,300.00
Surveys/Easements	6,358.00
Flagging Services	63,693.30
Brush/Tree Trimming	21,648.00
Poles/Anchors	56,128.60
Equipment Rental	5,500.00
Total Material & Other Costs	\$ 277,627.90
Labour Costs	
Labour (Newfoundland Power)	373,768.27
Contract Labour	183,700.00
Total Labour Costs	\$ 557,468.27
Total Material, Labour & Other Costs	\$ 835,096.17
General Expenses Capitalized (4%)	33,403.85
Total Construction Costs	\$ 868,500.02
Operating & Maintenance Charge (7.1%)	61,663.50
Costs for CIAC	\$ 930,163.52

NEWFOUNDLAND AND LABRADOR

AN ORDER OF THE BOARD OF COMMISSIONERS OF PUBLIC UTILITIES

NO. P.U. ___ (2025)

IN THE MATTER OF THE PUBLIC UTILITIES ACT, R.S.N. 1990, CHAPTER P-47 (THE "ACT")

AND

IN THE MATTER OF THE APPLICATION
BY NEWFOUNDLAND POWER INC.
(THE "APPLICANT") FOR APPROVAL OF A
CONTRIBUTION IN AID OF CONSTRUCTION
FOR THREE-PHASE SUPPLY FOR THE
CODROY VALLEY AREA DEVELOPMENT ASSOCIATION
(THE "CUSTOMER") PURSUANT TO
SECTION 41(5) OF THE ACT

WHEREAS the Applicant is a corporation duly organized and existing under the laws of the Province of Newfoundland and Labrador, is a public utility within the meaning of the Act, and is subject to the provisions of the *Electrical Power Control Act*, 1994;

AND WHEREAS the Customer is an incorporated non-profit community advocacy organization with a mandate to facilitate the economic development of the communities that comprise the Codroy Valley, in the Province of Newfoundland and Labrador;

AND WHEREAS the Customers have requested that the Applicant provide the Codroy Valley Area with three-phase electrical service and in order to provide the requested service, it is necessary to upgrade 13,400 metres of two-phase to three-phase (the "Extension");

AND WHEREAS a contribution in aid of construction ("CIAC") of the Extension has been calculated in accordance with section 5(e) of the CIAC Policy: Distribution Line Extensions and Upgrades to General Service Customers, approved by Order No. P.U. 27 (2005), dated November 2, 2005 (the "Policy"), which calculation assumes the Extension will supply service to the Codroy Valley Area, and the CIAC thus calculated is \$930,163.52 excluding HST;

AND WHEREAS the estimated construction cost of the Extension is \$930,163.52 and is based on a detailed engineering estimate in accordance with section 5(e) of the Policy;

AND WHEREAS section 10(ii) of the Policy requires the Company to apply to the Board for approval of all line extensions or upgrades involving CIACs where the cost of the line extension or upgrade is calculated pursuant to section 5(e);

AND WHEREAS the proposed CIAC is necessary to ensure that the Applicant's investment in the Extension is compensatory over the useful life of the Extension and will not be to the detriment of the Applicant's other customer.

IT IS THEREFORE ORDERED THAT:

- 1. The Board approves the CIAC of \$930,163.52 excluding HST, as calculated under the Policy to provide three-phase supply to the Codroy Valley Area, in the province of Newfoundland and Labrador pursuant to section 41(5) of the Act.
- 2. The Applicant shall pay all expenses of the Board arising from this Application.

DATED at St. John's, Newfoundland and Labrador, this	day of	2025

Jo-Anne Galarneau Executive Director and Board Secretary