NEWFOUNDLAND AND LABRADOR BOARD OF COMMISSIONERS OF PUBLIC UTILITIES

AN ORDER OF THE BOARD NO. P.U. 34(2012)

I IN THE MATTER OF the Electrical Tower	1	IN THE MATTER	OF the <i>Electrical Power</i>
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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;

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AND

- 8 **IN THE MATTER OF** an application by
- 9 Newfoundland and Labrador Hydro for
- 10 approval of a contribution in aid of
- 11 construction for a three-phase line extension
- 12 to serve a Waste Water Treatment Plant

13 located in Happy Valley-Goose Bay.

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WHEREAS Newfoundland and Labrador Hydro ("Hydro") 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 also subject to the provisions of the *EPCA*; and

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WHEREAS on October 19, 2012 Hydro filed an application for approval of a contribution
in aid of construction ("CIAC") for a three-phase extension to meet a request for service
from the Town of Happy Valley-Goose Bay (the "Customer"); and

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WHEREAS provision of the requested service to the Customer will require Hydro to
 construct approximately 1,725 metres of three-phase line (the "Extension") to serve a waste
 water treatment plant located in Happy Valley-Goose Bay; and

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WHEREAS the estimated construction cost of the Extension is seventy-three thousand
 eight hundred dollars (\$73,800), excluding HST; and

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WHEREAS Clause 10(i) of the CIAC Policy "Distribution Line Extensions and Upgrades to General Service Customers" approved by Order No. P.U. 27(2005) (the "Policy") states that Hydro shall apply to the Board for approval of all CIACs where the costs of the line extension or upgrade, calculated pursuant to Clause 5(a), are estimated to be greater than \$50,000; and WHEREAS the CIAC, calculated in accordance with Clause 5(a) of the Policy, is twenty thousand four hundred and twenty dollars (\$20,420), excluding HST, as per the CIAC revised rates approved by the Board in Order No. P.U. 1(2012), which calculation assumes the extension will supply a facility with an estimated peak demand of 350 kW; and

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6 **WHEREAS** this application does not propose the approval of any deviations from the 7 Policy; and

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 9 WHEREAS the proposed expenditures for the Extension are necessary for Hydro to
 10 provide service and facilities to the Customer that are reasonably safe and adequate and just
 11 and reasonable as required pursuant to s. 37 of the *Act*; and
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13 WHEREAS the proposed CIAC is necessary to ensure that Hydro's investment in the 14 Extension is compensatory over the useful life of the Extension and will not be to the 15 detriment of Hydro's other customers.

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17 **IT IS THEREFORE ORDERED THAT**:

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- The contribution in aid of construction of twenty thousand four hundred and twenty dollars (\$20,420), excluding HST, to apply to the Town of Happy Valley-Goose Bay for a waste water treatment plant is approved.
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23 2. Hydro shall pay all expenses of the Board arising from this Application.

DATED at St. John's, Newfoundland and Labrador, this 8th day of November, 2012.

Dwanda Newman, LL.B. Commissioner

James Oxford Commissioner

Cheryl Blundon Board Secretary