

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

**AN ORDER OF THE BOARD**

**NO. P.U. 22(2013)**

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  
9 Newfoundland Power Inc. for approval of a  
10 contribution in aid of construction for three-phase  
11 electrical service for Pennecon Limited  
12 pursuant to Section 41 of the *Act*.

13  
14  
15 **WHEREAS** Newfoundland Power Inc. ("Newfoundland Power") is a corporation duly  
16 organized and existing under the laws of the Province of Newfoundland and Labrador, is a  
17 public utility within the meaning of the *Act*, and is also subject to the provisions of the  
18 *EPCA*; and

19  
20 **WHEREAS** Pennecon Limited (the "Customer") has requested Newfoundland Power  
21 provide its industrial manufacturing facility located in the Town of Bay Bulls with three-  
22 phase electrical service; and

23  
24 **WHEREAS** it is necessary to upgrade 1,571 metres of an existing single-phase line to  
25 three-phase standard and construct an additional 113-metre three-phase extension (the  
26 "Extension") to provide the requested service; and

27  
28 **WHEREAS** on June 4, 2013 the Board received an application from Newfoundland Power  
29 for approval of a contribution in aid of construction ("CIAC") to carry out the construction  
30 of the three-phase distribution line extension to the industrial manufacturing facility; and

31  
32 **WHEREAS** the estimated cost of construction of the Extension is two hundred fourteen  
33 thousand fifty-two dollars and forty-eight cents (\$214,052.48) and is based on a detailed  
34 engineering estimate in accordance with Clause 5(e) of the CIAC Policy: Distribution Line  
35 Extensions and Upgrades to General Service Customers, approved by Order No. P.U.  
36 27(2005) (the "Policy"); and

1 **WHEREAS** a CIAC for the Extension has been calculated in accordance with Clause 5(e)  
 2 of the Policy, which calculation assumes the Extension will supply service to an industrial  
 3 manufacturing facility with an estimated peak demand of 100.0kW and the CIAC thus  
 4 calculated is one hundred fifty thousand one hundred ninety dollars and forty-eight cents  
 5 (\$150,190.48), excluding HST; and

6  
 7 **WHEREAS** Clause 10(ii) of the Policy states that the Newfoundland Power shall apply to  
 8 the Board for approval of all line extensions or upgrades involving CIACs where the cost of  
 9 the line extension or upgrade is calculated pursuant to Clause 5(e); and

10  
 11 **WHEREAS** the proposed CIAC is necessary to ensure that Newfoundland Power's  
 12 investment in the Extension is compensatory over the useful life of the Extension and will  
 13 not be to the detriment of Newfoundland Power's other customers.

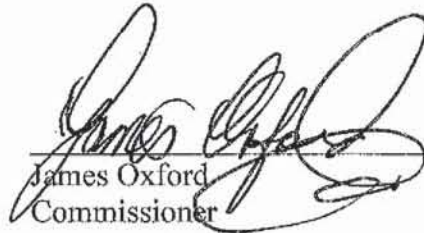
14  
 15  
 16 **IT IS THEREFORE ORDERED THAT:**

- 17  
 18 1. The Contribution in Aid of Construction of one hundred fifty thousand one hundred  
 19 ninety dollars and forty-eight cents (\$150,190.48), excluding HST, as calculated under  
 20 the Policy to provide three-phase electrical service to an industrial manufacturing  
 21 facility in the town of Bay Bulls as requested by Pennecon Limited is approved.  
 22  
 23 2. Newfoundland Power shall pay all expenses of the Board arising from this Application.

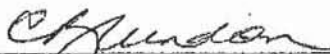
**DATED** at St. John's, Newfoundland and Labrador, this 6<sup>th</sup> day of June, 2013.



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 Darlene Whalen, P.Eng.  
 Vice-Chair



\_\_\_\_\_  
 James Oxford  
 Commissioner



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 Cheryl Blundon  
 Board Secretary