

THE ISLAND REGULATORY AND APPEALS COMMISSION

Prince Edward Island Île-du-Prince-Édouard **CANADA**

Dockets UE20720 & UE20718 Order UE12-02

IN THE MATTER of an

application by Maritime Electric Company, Limited for approval of a 2013 capital budget, and capital budget variances for 2011.

BEFORE THE COMMISSION

on Monday, the 10th day of December, 2012.

Maurice Rodgerson, Chair John Broderick, Commissioner Mike Campbell, Commissioner

Order

Compared and Certified a True Copy

(Sgd) Allison MacEwen

Director, Technical and Regulatory Services

IN THE MATTER of an

application by Maritime Electric Company, Limited for approval of a 2013 capital budget, and capital budget variances for 2011.

Order

UPON reviewing the application of Maritime Electric Company, Limited (the "Company") for approval of the Company's capital budget for the year 2013;

AND UPON reviewing the Company's capital budget variance report for capital expenditures made in 2011;

AND UPON considering the application, variance report and material filed in support thereof (all of which is posted on the Commission website);

AND UPON following receipt of the application, the Commission published a Notice on its website and in the local newspaper inviting written questions and comments;

AND UPON considering the Company's responses to interrogatories filed by both the Province of PEI and this Commission;

 $AND\ UPON\ \text{noting that some expenditures planned}$ for generation assets will need to continue until the third transmission cable is operational;

AND UPON noting that expenditures planned on the transmission system appear reasonable and include proposed expenditures on the new Y-104 transmission line easements-a multi-year project;

AND UPON noting that expenditures on distribution lines are necessary to continue with the replacement of aged distribution lines, which are reaching the end of their suggested life span, and on customer-driven line extensions and highway alterations;

AND UPON reviewing expenditures on corporate services and noting the required information technology and related expenditure plans appear reasonable;

NOW THEREFORE, pursuant to the *Electric Power Act*,

IT IS ORDERED THAT

 The capital budget application of the Company, with the exception of the proposed expenditures on the third cable preparatory work for which Commission direction is still under consideration, filed herein on June 29, 2012 and summarized below is approved; and

2013 Capital Budget Summary		
Corporate	\$1,048,000	
Generation	1,397,000	
Distribution	18,540,000	
Transmission	3,417,000	
General Expense Capitalized	441,000	
Interest During Construction	147,000	
Total	\$ 24,990,000	
Less: Contributions	(275,000)	
Total (Net)	\$ 24,715,000	

2. Capital budget variances reported to the Commission for capital expenditures made in 2011 are approved.

DATED at Charlottetown, Prince Edward Island, this 10th day of December, 2012.

BY THE COMMISSION:

(Sgd) Maurice Rodgerson
Maurice Rodgerson, Chair
(Sgd) John Broderick
John Broderick, Commissioner
(Sgd) Michael Campbell
Mike Campbell Commissioner

NOTICE

Section 12 of the *Island Regulatory and Appeals Commission Act* reads as follows:

12. The Commission may, in its absolute discretion, review, rescind or vary any order or decision made by it, or rehear any application before deciding it.

Parties to this proceeding seeking a review of the Commission's decision or order in this matter may do so by filing with the Commission, at the earliest date, a written Request for Review, which clearly states the reasons for the review and the nature of the relief sought.

Sections 13.(1), 13(2), 13(3), and 13(4) of the *Act* provide as follows:

- 13.(1) An appeal lies from a decision or order of the Commission to the Court of Appeal upon a question of law or jurisdiction.
- (2) The appeal shall be made by filing a notice of appeal in the Court of Appeal within twenty days after the decision or order appealed from and the rules of court respecting appeals apply with the necessary changes.
- (3) The Commission shall be deemed to be a party to the appeal.
- (4) No costs shall be payable by any party to an appeal under this section unless the Court of Appeal, in its discretion, for special reasons, so orders.

 IRAC140A(04/07)

NOTE: In accordance with IRAC's *Records Retention and Disposition Schedule*, the material contained in the official file regarding this matter will be retained by the Commission for a period of 5 years.