

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

AN ORDER OF THE BOARD

NO. P.U. 26(2025)

IN THE MATTER OF the **Electrical Power Control Act, 1994**, SNL 1994, Chapter E-5.1 (the “**EPCA**”) and the **Public Utilities Act**, RSNL 1990, Chapter P-47 (the “**Act**”), as amended, and regulations thereunder; and

IN THE MATTER OF an application by Newfoundland Power Inc. for approval to issue Series AT First Mortgage Bonds pursuant to section 91 of the **Act**.

WHEREAS Newfoundland Power Inc. (“Newfoundland Power”) 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

WHEREAS on June 20, 2025 the Board received an application from Newfoundland Power to issue Series AT First Mortgage Bonds in an amount of up to \$130,000,000 with a term of up to 40 years and coupon rate of up to 6.5% (the “Application”); and

WHEREAS pursuant to section 91 of the **Act** a public utility may not issue bonds until it has obtained approval from the Board for the proposed issue; and

WHEREAS Newfoundland Power states that the proceeds of the bonds will be used to repay credit facility borrowings primarily incurred to finance its capital expenditure program; and

WHEREAS the Application was circulated to Newfoundland and Labrador Hydro and the Consumer Advocate, Mr. Dennis Browne, KC; and

WHEREAS on July 2, 2025 Newfoundland and Labrador Hydro advised that they did not have any comments in relation to the Application; and

WHEREAS the Board received no other comments in relation to the Application; and

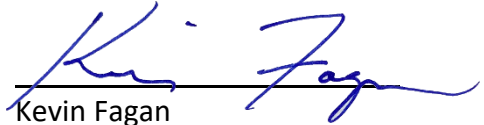
WHEREAS on July 7, 2025 Newfoundland Power filed a reply requesting the Application be approved as filed; and

1 **WHEREAS** the Board has reviewed the Application and supporting material and finds that
2 approval of the issue of Series AT First Mortgage Bonds in an amount of up to \$130,000,000 is in
3 accordance with law and for a purpose approved by the Board.
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6 **IT IS THEREFORE ORDERED THAT:**
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- 8 1. Newfoundland Power's proposal to issue Series AT First Mortgage Bonds in an amount of up
9 to \$130,000,000 to repay credit facility borrowings is approved subject to the following
10 conditions:
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- 12 a) The Series AT First Mortgage Bonds shall be issued on or before June 30, 2026.
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 - 14 b) Newfoundland Power shall file with the Board a report specifying the terms and
15 conditions of the bond issue within five (5) days after closing, setting out the following:
16 i. date of issue;
17 ii. term;
18 iii. maturity date;
19 iv. principal amount;
20 v. coupon rate;
21 vi. particulars of sinking fund, if any;
22 vii. price to public and to the underwriters;
23 viii. yield to the public;
24 ix. underwriting fee;
25 x. estimate of costs (i.e. yield) to Newfoundland Power; and
26 xi. any other material terms or conditions.
27
 - 28 c) Newfoundland Power shall file with the Board a copy of the Underwriting Agreement
29 relating to the bond issue within five (5) days after closing.
30
 - 31 d) Newfoundland Power shall file with the Board a report on the actual costs to
32 Newfoundland Power and the disposition of the net proceeds no later than six months
33 from the date of the closing.
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- 35 2. Newfoundland Power shall pay all expenses of the Board arising from this Application.

DATED at St. John's, Newfoundland and Labrador, this 7th day of July 2025.



Kevin Fagan
Chair and Chief Executive Officer



John O'Brien, FCPA, FCA, CISA
Commissioner



Jo-Anne Galarneau
Executive Director and Board Secretary