

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

AN ORDER OF THE BOARD

NO. P.U. 33(2026)

**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 of a
2027 rate of return on rate base in accordance
with Order No. P.U. 3(2025).

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 subject to the provisions of the **EPCA**; and

WHEREAS in Order No. P.U. 3(2025) the Board made its determinations with respect to
Newfoundland Power’s 2025-2026 general rate application and, amongst other things, ordered
Newfoundland Power to file information relating to its forecast cost of debt, forecast average rate
base and a proforma rate of return on rate base for 2027 on or before September 15, 2026; and

WHEREAS in Order No. P.U. 23(2025), relating to Newfoundland Power’s 2025-2026 general rate
application compliance order, the Board approved an allowed range of return on rate base for
2025 and 2026 but not for 2027; and

WHEREAS on September 15, 2026 Newfoundland Power filed an application for approval of a
2027 rate of return on rate base of 6.61%, in the range of 6.43% to 6.79% (the “Application”); and

WHEREAS Newfoundland Power stated that a range of return on rate base for 2027 is an input
into it’s Annual Return 13 which determines whether Newfoundland Power would be in an excess
earnings position for 2027; and

WHEREAS the determination of the proposed 2027 rate of return on rate base of 6.61% is equal
to Newfoundland Power’s weighted average cost of capital, which includes its 2027 forecast cost
of debt of 4.99% and the approved rate of return on equity of 8.60% with a maximum common
equity of 45%, consistent with the direction in Order No. P.U. 3(2025); and

WHEREAS the Application stated that Newfoundland Power's forecast 2027 rate of return on rate base is within the proposed range of 6.43% to 6.79% and, therefore, does not require a change in customer rates; and

WHEREAS the Application was circulated to Newfoundland and Labrador Hydro and the Consumer Advocate, Ms. Adrienne Ding; and

WHEREAS the Board did not receive any comments or submissions on the Application; and

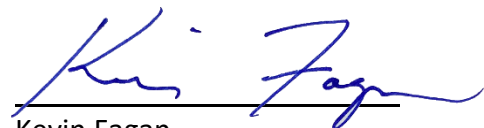
WHEREAS on October 2, 2026 Newfoundland Power requested that the Board approve the Application as filed; and

WHEREAS the Board is satisfied that Newfoundland Power's proposed range of rate of return on rate base for 2027 should be approved for the determination of excess earnings for 2027.

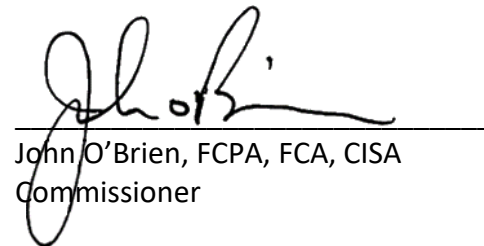
IT IS THEREFORE ORDERED THAT:

1. Newfoundland Power's proposed rate of return on rate base for 2027 of 6.61% in a range of 6.43% to 6.79% is approved.
2. Newfoundland Power shall pay the expenses of the Board in connection with this Application.

DATED at St. John's, Newfoundland and Labrador, this 7th day of October 2026.



Kevin Fagan
Chair and Chief Executive Officer



John O'Brien, FCPA, FCA, CISA
Commissioner



Mike McNiven
Board Secretary