

PUB-NLH-060
2013 NLH General Rate Application

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1 Q. **2013 General Rate Application, Finance**

2 Page 3.5, lines 8-9 - It is stated that the debt guarantee fee is in the range of 25-50
3 basis points per issue, depending on the remaining term to maturity. Provide a
4 calculation of the debt guarantee fee included in the 2013 Test Year Revenue
5 Requirement that shows how the amount of the fee was determined.

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8 A. Please see PUB-NLH-060 Attachment 1.

Newfoundland and Labrador Hydro
2013 Debt Guarantee Fee

Rates

Remaining term to maturity of less than ten years	0.25%
Remaining term to maturity greater than ten years	0.50%

Calculation

<u>Long-term Debt Issues</u>					<u>Sinking Funds</u>							
<u>Year</u>	<u>Interest</u>	<u>Maturity</u>	<u>Years to</u>	<u>Balance as of</u>	<u>Sinking Fund NLH Issues</u>	<u>Sinking Fund Other Issues</u>	<u>31-Dec-2012</u>	<u>31-Dec-2012</u>	<u>Net Debt</u>	<u>Guarantee Fee</u>	<u>Guarantee</u>	
<u>Issued</u>	<u>Series</u>	<u>Rate</u>	<u>Date</u>	<u>Maturity</u>	<u>31-Dec-2012</u>	<u>31-Dec-2012</u>	<u>31-Dec-2012</u>	<u>31-Dec-2012</u>	<u>31-Dec-2012</u>	<u>Rate</u>	<u>Fee</u>	
1989	V	10.500%	15-Jun-2014	1.45	\$ 124,830,390	\$ (47,781,965)	\$ (71,524,011)	\$ 5,524,414	0.25%	\$ 13,811		
2006	AE	4.300%	13-Oct-2016	3.79	\$ 224,201,428	\$ -	\$ -	\$ 224,201,428	0.25%	\$ 560,504		
1992	X	10.250%	14-Jul-2017	4.54	\$ 149,435,131	\$ (12,027,781)	\$ (67,601,114)	\$ 69,806,236	0.25%	\$ 174,516		
1996	Y	8.400%	27-Feb-2026	13.17	\$ 293,765,003	\$ (22,261,717)	\$ (61,126,852)	\$ 210,376,434	0.50%	\$ 1,051,882		
2001	AB	6.650%	27-Aug-2031	18.67	\$ 306,312,850	\$ (5,755,877)	\$ (45,443,295)	\$ 255,113,677	0.50%	\$ 1,275,568		
2003	AD	5.700%	14-Jul-2033	20.55	\$ 123,670,950	\$ (337,102)	\$ (17,634,294)	\$ 105,699,554	0.50%	\$ 528,498		
					\$ 1,222,215,751	\$ (88,164,443)	\$ (263,329,566)	\$ 870,721,742		\$ 3,604,779		
					Promissory Notes =====>			\$ 52,000,000	0.25%	\$ 130,000		
								2013 Debt Guarantee Fee =====>		\$ 3,734,779		