

A landmark deal for Newfoundland and Labrador's energy future

This agreement stands as a profound point of pride for the province, effectively correcting historical imbalances and showcasing Newfoundland and Labrador's readiness to lead, build, and collaborate on projects of national and global significance. This landmark achievement is the culmination of years of diligent negotiation and extensive independent advice from a diverse range of legal, financial, engineering, and energy experts.

Our province's negotiating team has worked tirelessly to safeguard our interests in all final agreements, with independent review continuing to play a crucial role in maximizing the benefits of definitive agreements. To further ensure independent oversight, the Consumer Advocate has been engaged to chair a new, impartial panel overseeing ongoing negotiations.

Transparency is paramount, a detailed Memorandum of Understanding (MOU) has been made publicly available, alongside comprehensive online information, answers to questions in the House of Assembly, and several online, town-hall style public forums.

The opportunity

- **\$17 billion** in revenues to our province over the first 17 years, increasing thereafter.
- **Long-term certainty** allows hydro developments to proceed with no financial risk to the province, with the price paid for power from the Churchill Falls plant escalating with markets.
- **Economic development** in mining and other sectors in Labrador will become possible with access to more power today instead of the 2040s.
- **Quebec paying Newfoundland and Labrador \$4.8 billion** for the ability to develop new projects on the Churchill River.
- **The hiring protocol for construction at Gull Island puts qualified workers from our province first** - from the Innu Nation, residents of Labrador and residents of the island - before hiring from the rest of Canada.

Why acting now matters

- Moves ahead 17 years early to replace outdated terms with modern, fair-market arrangements.
- Demonstrates Newfoundland and Labrador is delivering on nation-building projects and economic development goals.
- Locks in stable, predictable revenue to invest in infrastructure, strengthen services, and reduce debt, delivering immediate, tangible benefits.
- Avoids the risk of missed opportunities that may not come again, ensuring the province remains in control of its energy future.

What this means for our province, for industry, and for stakeholders

Modernized pricing: Tracks with electricity markets and replacement costs, ensuring prices paid are reviewed and adjusted over time to reflect fair value. Pricing formulas and a long-term agreement allow companies to plan investments and power contracts in the province.

Ownership advantage: Newfoundland and Labrador keeps a majority stake in hydro developments, with financial risks assumed by Quebec. Our province benefits from the economic value of new hydro assets while local businesses and workers access contracting opportunities.

Economic spin-off: Billions in local economic activity, including thousands of direct and indirect employment opportunities across the province, and increased demand for local goods and services from project spending and associated infrastructure.

Workforce growth: Thousands of skilled construction jobs and supplier opportunities that keep talent here. This means the creation of employment pathways, skills development, and longer-term career prospects for local workers and contractors.

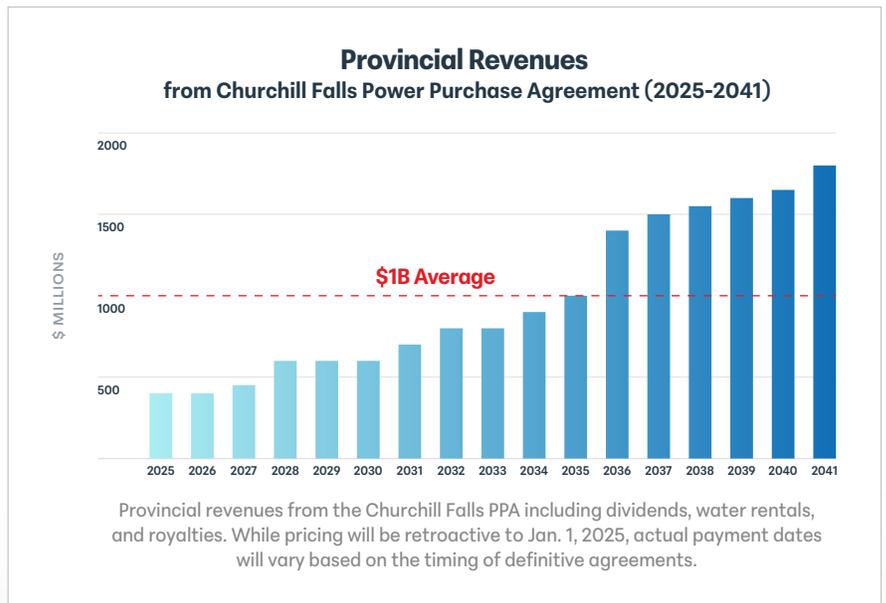
Reaching our full potential: Demonstrates that we can deliver on massive, high-value projects that attract national and international investment. After years of delay, the value of the Churchill River is unlocked and a basis for economic growth in Labrador. This gives investors and companies considering investments more certainty around power supply.

Clean energy supply: Significant increases in renewable power for industry. This gives manufacturers and energy-intensive projects reliable access to low-carbon power to support expansion and meet net-zero commitments.

Revenue growth at a glance

Between now and when the old contract would have expired in 2041, revenues will average over \$1 billion each year.

After the first 17 years, the expected revenue will continue to increase, totalling over \$180 billion over the deal's lifetime.



This is our moment.

The contract renewal of Churchill Falls, development of Gull Island and expansions at the existing Churchill Falls plant set a foundation for growth, investment, and leadership. It is proof that Newfoundland and Labrador can turn resource potential into lasting prosperity, deliver benefits for generations, and make the right choice when opportunity is at the door.

Learn more at [OurChapter.ca](https://www.ourchapter.ca) 