

- 1 **Q. Further to PUB-NP-007, it states (at lines 14-15), “Before any payout occurs, the**
2 **Company’s return on equity must reach a minimum threshold level.” State the**
3 **minimum level set for 2014, 2015 and 2016; and in respect of 2014 and 2015, state**
4 **the level achieved.**
5
- 6 A. Newfoundland Power’s minimum return on equity threshold for 2014, 2015 and 2016
7 forecast was 8.0%.¹ The actual regulated return on equity was 9.15% and 8.98% for
8 2014 and 2015 respectively.

¹ The *minimum* return threshold was 8.0% which was approximately 90% of the regulated return of 8.8%.