

- 1 **Q. Please provide the 2018 and the annual estimates from 2019 to 2039, for the amount**
 2 **of the Provincial component of the Harmonized Sales Tax (HST) expected to be**
 3 **collected by the Province from Newfoundland Power residential customers.**
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- 5 A. Table 1 provides Newfoundland Power’s HST (provincial portion only) for 2018 and
 6 estimates for 2019 through 2024.¹

Table 1 Provincial Portion of HST² Residential Customers 2018-2024 (\$000s)	
Year	HST
2018A ³	43,234
2019F	44,363
2020F	44,304
2021F	43,889
2022F	43,586
2023F	43,424
2024F	43,744

¹ The annual amount of HST collected by the Province from Newfoundland Power’s residential customers is a function of the revenue collected from those customers. Estimating future HST payments therefore requires a forecast of future electricity sales to those customers. Newfoundland Power’s most recent sales forecast, dated April 8, 2019, provides forecast sales to 2024. Forecast sales beyond 2024 are not currently available. Material uncertainty remains due to the future wholesale price of electricity and ongoing rate mitigation efforts, among other factors.

² HST has been calculated based on estimates of residential billed revenue including the Rate Stabilization Adjustment (“RSA”) and Municipal Tax Adjustment (“MTA”). The provincial HST rate is 10%. The estimates of residential billed revenues for 2019 through 2024 are based on Newfoundland Power’s forecast dated April 8, 2019. The forecast through 2024 reflects customer rates effective March 1, 2019.

³ Newfoundland Power submits its full HST payment at the end of each month net of allowed input tax credits. The 2018 actual HST has been calculated based on a provincial HST rate of 10% and actual residential billed revenues for 2018 including the RSA and MTA.