

Q. Please provide the impact on the calculations respecting OPEBs as set out in the Application of all retirees to pay one-half of the “premium”.

A. Newfoundland Power’s OPEB plan requires the Company to pay 100% of premiums for retirees over the age of 65 years. This has been included in the OPEB valuation as at December 31, 2008. An updated valuation would be required to reflect a reduction in the assumed claim costs beyond age 65 in consideration of the retirees paying one-half of the premium.

Newfoundland Power has not requested that its Actuary complete this valuation.