

1 **NP-CA-92**

2 **Reference: Page 20, Lines 14-16**

3 **Q. The retention of the cash method of accounting for OPEBs would**
4 **result in further build-up of transitional obligations. How does the retention**
5 **of the cash method of accounting for OPEBs address the Board's concern**
6 **in this regard?**

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8 A. Retention of the cash method does not address that concern about the
9 further build-up of transitional obligations. The further build-up of transitional
10 obligations is one of the issues the Board will have to consider in determining the
11 approach that is in the public interest at this time.

12 This issue was also a consideration when the Board decided not to adopt the
13 accrual approach for OPEBs in NP's last GRA.