Board Staff Interrogatory #333

Interrogatory

Reference:
Exhibit H1 / Tab 1 / Schedule 1 / p. 23

Question(s):

a) Please confirm that no further balances will be recorded to the Pension and OPEB Cost Variance Account.

b) Please confirm that after the remaining approved amounts recorded in the Pension and OPEB Cost Variance Account are disposed, the account can be closed.

Response

a) and b)

Not confirmed. As noted at Ex. F4-3-2, p. 1, the pension and OPEB costs in OPG's proposed nuclear revenue requirements have been calculated using the accrual accounting method. On this basis, the Pension and OPEB Cost Variance Account would record differences between the pension and OPEB costs, and associated tax impacts, reflected in the revenue requirements approved in this Application and such actual costs, and associated tax impacts, for the nuclear business incurred by OPG.