

Chapter 3 Highlights

Forecast risk has shifted from NB Power to ratepayers	Underlying financial challenges remain	Costs continue to accumulate
Recovery is being deferred to future ratepayers		

OVERALL CONCLUSION:

The variance account framework has protected NB Power’s financial results by transferring forecast risk to ratepayers, yet deferred balances continue to grow, recovery periods are extending, and the underlying financial challenges remain unresolved.