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October 21, 2022

Delivered Via Email: Doris_Minoza@gov.nt.ca

NWT Public Utilities Board
203 - 62 Woodland Drive
Hay River, X0E 1G1

Attention: Doris Minoza, Board Secretary

Re: NTPC 2022-2023 General Rate Application
MLT Aikins File No: 47309-17

Enclosed please find the TGC's Information Request to the Northwest Territories Power Corporation on its Answers to Undertakings.

We trust the above to be satisfactory. If you should have any questions or concerns regarding the above, please do not hesitate to contact the writer directly.

Sincerely,

MLT AIKINS LLP

Per:


Rangi Jeerakathil

RGJ:sdk

Encl.

cc: Distribution List

**Northwest Territories Power Corporation
2022-2023 General Rate Application**

**Thermal Generation Communities (TGC) Information Request Round 2 on undertakings
to Northwest Territories Power Corporation (NTPC)**

NTPC-TGC-001

Reference:

- (i) Undertaking 6.

Issue: Insurance costs

Quote: To move to a \$5,000,000 deductible would create some premium savings although it is difficult to determine exactly how much until we enter the market to obtain renewal terms. Our ask of insurers would be a 10% to 15% reduction; however, given current market conditions it could be under 10% where we end up.

The best approach would be to conduct an actuarial retention (deductible) analysis based on your loss experience. My expectation of this process is that we would see a diminishing benefit to increasing deductibles beyond current the current level of \$1,500,000.

Preamble: The TGC require further clarity on the “loss experience” referred to above, and NTPC’s internal practices.

Request:

- a) Please provide a history of all available commercial insurance claims made by NTPC, including the year and the amount of the claim.
- b) Please provide a history of all available self insurance claims made by NTPC, including the year and the amount of the claim. Specifically, include all costs incurred for events that would otherwise be insurable under the commercial insurance, but were not claimed either because of the deductible limit or because of some other decision of management.
- c) Please confirm based on the quote provided above, that NTPC does not possess at this time “an actuarial retention (deductible) analysis based on (NTPC’s) loss experience”. If not confirmed, please provide the analysis.
- d) Please quantify the savings that would be received on an annual basis for NTPC under either a 10% or 15% assumption of savings.

- e) Please advise whether Ken McIsaac with Aon has provided any further details to NTPC supporting his conclusion that “My expectation of this process is that we would see is a diminishing benefit to increasing deductibles beyond current the current level of \$1,500,000.”
- f) Further to the response to e), if NTPC or Aon is in possession of any objective third party information indicating that this is a practice that can be expected of insurance providers, then please provide all such evidence in NTPC’s or Aon’s possession.