Q. (Re: p.25, line14)
Dr. Kalymon states that the beta of the utilities is 0.37. At p. 28, lines 14-15, Dr. Kalymon makes a downward adjustment of 50 basis points for the lower risk or regulated activities relative to the total risk of the utilities.

Please provide the beta for utilities' regulated activities that is implied by the 50 basis point adjustment.

A. The Beta factor was not the basis for the adjustment of 50 basis points which is found on p. 28 at lines 14-15. The adjustment was based on the lower business risk of Hydro relative to the utility sample which includes companies with substantial non-regulated activities. Given the lack of any pure regulated utilities, no direct observation of such a Beta is possible.