

1 Q. Further to NP-5 NLH, please update the response to reflect the revised filing
 2 dated October 31, 2003.

3
 4

5 A. The updated reconciliation, based on the revised Application dated October
 6 31, 2003, is as follows:

7

8 Return on Equity, Exhibit RDG-1, page 2 of 107 line 21, column 2

9 Rural Assets	213,447,252	x 0.00%		\$ 0
10 Other Ratebase Assets	<u>1,270,006,395</u>	x 12.26%	x 9.75%	<u>15,181,021</u>
11	1,483,453,647			\$ 15,181,021

12

13 Equity return on mid-year balance of:

14 CWIP	61,212,000	x 12.26%	x 9.75%	731,698
15 RSP	150,643,000	x 12.26%	x 9.75%	1,800,711
16 Financing charges on overdue accounts				292,000
17 Excess of assets over total capital structure ¹				
18	(1,695,235 - 1,684,324)	x 86.04	x 7.964%	747,646
19 Differences due to timing of cash flows				<u>(79,076)</u>
20 Return on equity Schedules II, IX, J.C. Roberts				<u>\$ 18,674,000</u>

21

22 ¹ Assets exceed total capital structure due to 13-month averages
 23 being used for fuel and supplies, and a lead lag study to determine
 24 working capital requirements, rather than simple balance sheet
 25 averages.