

1 Q. Confirm that it is the resultant return on rate base rather than return on equity
2 that will determine whether a change in rates is required based on a change
3 in the forecast return on equity. (IC-107 NLH)

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6 A. It is confirmed that it is the resultant return on rate base rather than return on
7 equity that will determine whether a change in rates is required based on a
8 change in the forecast return on equity (IC 107 NLH).