

- 1 **Q. Reference: Dr. Booth Evidence, Page 76, Lines 14 to Page 77, Line 8**
2
3 **Is it Dr. Booth's understanding that the referenced 17¢/kwh relates to power**
4 **supply costs and not customer rates?**
5
6 **A.** Yes. That is why Dr. Booth grossed up the increase in power costs to indicate what
7 might happen to the revenue requirement. Given relatively fixed non-power costs,
8 a 50% increase in power costs, for example, does not translate into a 50% increase
9 in rates.