

1 **Q. Evidence of Ms. McShane Page 70**

2  
3 (a) **Ms. McShane recommends a fair ROE of 11.0% on a 45% common equity**  
4 **ratio, please indicate any Canadian local distribution company (gas or**  
5 **electric) that is allowed to earn 11.0% or more on 45% or more common**  
6 **equity.**

7  
8 A. (a) Distribution utilities in Canada allowed to earn an ROE of 11% on equity are the  
9 greenfield utilities Enbridge Gas New Brunswick (12% on 50% equity) and  
10 Heritage Gas (12% on 45% equity).