

1 **Q. With regards to CA-NP-22:**

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3 (a) **Please confirm that EGNB has an allowed ROE of 13% and not the 12% as**
4 **stated and that the referenced financial parameters are only for the**
5 **development period of the gas LDCs when their revenues do not cover their**
6 **cost of service and as a result the difference is added to a deferral account for**
7 **future disposition.**

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9 (b) **Given that the two cited examples are for Greenfield gas LDCs during their**
10 **development phase, can Ms. McShane point to any mature Canadian LDCs**
11 **(gas or electric) that are allowed her recommended financial parameters for**
12 **Newfoundland Power?**

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14 A. (a) Confirmed that the ROEs are 13%. The referenced parameters are for the
15 development period. The difference between the revenues and the revenue
16 requirement is accumulated in a deferral account for future recovery from
17 customers as market circumstances permit.

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19 (b) No, not at the present time.