

- 1 **Q. Evidence of Ms. McShane, Fair ROE conceptual foundations, page 36-44: Please**
2 **confirm that “betas” vary over the estimation period as Dr. Booth explained in his**
3 **testimony before the BCUC referenced on page 40 and that he has never relied on**
4 **point estimates of betas in assessing the risk of a utility for this reason.**
5
6 **A. Betas do vary over the estimation period. Ms. McShane is not aware that Dr. Booth has**
7 **ever relied on point estimates of betas.**