

1 **Q. Evidence of Dr. Vander Weide: Equity cost estimates Page 39: Is Dr. Vander Weide**
2 **aware that the Alberta EUB indicated that it would be derelict in the exercise of its**
3 **statutory responsibilities to accept market value equity ratios and that for a utility**
4 **the best estimate of its long run market value is its book value?**

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6 A. Dr. Vander Weide is aware that the Alberta EUB rejected the use of market value equity
7 ratios to set the overall allowed rate of return on capital for Alberta utilities and that the
8 NEB accepted market value equity ratios in setting the allowed rate of return for TQM.