

- 1 **Q. Evidence of Kathleen McShane – Appendix “B”, “Selection of U.S. Low Risk Utility**
2 **Sample.”: At Appendix “B”, Ms. McShane states that the sample is comprised of all**
3 **U.S. electric and natural gas utilities. Please confirm that the companies chosen are**
4 **not utilities themselves but are holding companies that own both utility companies**
5 **and non-regulated businesses.**
6
7 A. Confirmed. On average, slightly over 90% of the companies’ assets are related to
8 regulated operations. The preponderance of the unregulated operations are directly
9 related to the regulated operations.