

1 **Q. Reference page 12: automatic ROE adjustment formula and the statement that**
2 **Newfoundland has the “highest” adjustment coefficient: Please confirm that when**
3 **the Manitoba PUB introduced one of the first AAM for Centra Manitoba it also**
4 **used a 0.80 adjustment coefficient to forecast changes in long Canada yields.**

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6 **A.** Mr. MacDonald does not confirm. Mr. MacDonald’s analysis of ROE adjustment
7 formulas focuses on investor-owned utilities and the utility boards that regulate them.
8 Furthermore, for these jurisdictions, Mr. MacDonald has focused on the adjustment
9 formulas as they existed at the date of his expert report (OEB, Regie and PUB) and as
10 they existed immediately prior to being abandoned or suspended (BCUC, AUC and
11 NEB).