

- 1 **Q. (Application Volume 3, Cost of Capital Report, page 50) With respect to Figure 29,**
2 **please recalculate the Canadian Electric Average Allowed ROE by including all the**
3 **regulated electric utilities in Ontario and Alberta individually. Thus, the revised**
4 **Figure would list all the electric utilities by names, give each one's allowed ROE,**
5 **and then provide the average based on the number of individual utilities listed.**
6
- 7 A. Newfoundland Power does not have the information necessary to recalculate the
8 Canadian Electric Average Allowed ROE, as presented in the report of Concentric
9 Energy Advisors, by including all the regulated electric utilities in Ontario and Alberta
10 individually. The Company further observes that Ontario has over 70 electric utilities.
11 Including over 70 electric utilities from one jurisdiction would significantly skew the
12 Canadian average towards the practice of a single jurisdiction. The result would
13 therefore not be representative of current practice throughout Canada.