

- 1 **Q. (Application Volume 1, page 3-39) It is stated “*Newfoundland Power is regulated on***  
2 ***a cost of service basis broadly consistent with other investor-owned utilities in***  
3 ***Canada.” What other Fortis-owned utilities in Canada are regulated on a cost of***  
4 ***service basis?***  
5
- 6 A. As per page 68 of the Fortis Inc. 2020 Annual Report: “*The earnings of the*  
7 *Corporation’s regulated utilities are determined under cost of service (“COS”)*  
8 *regulation, with some using performance-based rate setting (“PBR”) mechanisms.”*  
9
- 10 Additionally, the table on page 69 of the Fortis Inc. 2020 Annual Report shows that  
11 FortisAlberta, FortisBC Energy, FortisBC Electric, Newfoundland Power, Maritime  
12 Electric and FortisOntario are regulated on a cost of service basis.