

- 1 **Q.** Reference: *Fair Return and Capital Structure for Newfoundland Power (NP)*,
2 Evidence of Laurence D. Booth, April 2024, page 2, lines 13-15 and lines 22-24.
3
4 *“My main recommendation is that if the Board continues to assess NP to have average
5 business risk for a Canadian utility, then the Board regulate it as such and allow an
6 average common equity ratio of 40%.”*
7
8 *“Currently I am recommending a 7.70% allowed ROE, which figure is slightly higher
9 than my previous recommendations.”*
10
11 **Please provide a table containing Dr. Booth’s recommended ROE and Capital
12 Structure for Newfoundland Power in each of his prior testimonies and the current
13 testimony, and the average 30-year Canadian Government Bond in the year his
14 testimony was filed.**
15
16 **A.** Please see Dr. Booth’s answer to PUB-CA-001 and the table on page 1 of Dr. Booth’s
17 report. Note that Dr. Booth has consistently used a forecast LTC yield of 3.8% due to the
18 anomalous non-market LTC yields since mid 2011.