

BOMA INTERROGATORY #3

INTERROGATORY

Ref: Exhibit B, Tab 1, Schedule 4, p2(c) Consolidated other revenue and income

Please explain the reference to "Elimination of non-utility dividend income from the Board Approved financing transaction". Please explain fully.

RESPONSE

The noted revenue elimination, which is also shown at Line 24 of Exhibit B, Tab 3, Schedule 1, page 5, refers to the elimination of dividend income received as a result of the non-utility inter-company financing transaction, originally approved by the Board in EBO 179-16. An interest expense incurred in relation to the financing transaction is similarly eliminated, as shown at the Line 14 adjustment in Exhibit B, Tab 4, Schedule 1, page 6.

The Company provided a similar explanation to BOMA interrogatories (I.B.EGDI.BOMA.6 & I.B.EGDI.BOMA.5) in each of the 2015 and 2014 ESM proceedings, EB-2016-0142 and EB-2015-0122.

Each of the above adjustments is consistent with adjustments made in prior year utility actual results, and Board approved results.

Witness: R. Small