

ENERGY PROBE INTERROGATORY #11

INTERROGATORY

Reference: Exhibit E1, Tab 2, Schedule 1, Page 1

Preamble: The Company is unable to provide the forecast at this time using the prescribed calculation, but will update this evidence when the Board issues its Cost of Capital Parameter Updates for 2017 Applications in November of this year. For purposes of deriving estimated rate impacts for the 2017 application, the Company has applied the value of 8.77%, which is based on the July 2016 inputs being applied to the Board's established approach to calculating ROE.

- a) Please update the 2017 Cost of Capital Schedules for the Board- Determined values as in the Board's Direction by Letter of October 27, 2016.
- b) Please provide updates to show the impact of the COC update on the 2017 Revenue Requirement, Utility Income and Deficiency

RESPONSE

- a) Evidence at Exhibit E1, Tab 2, Schedule 1 was updated on Tuesday, November 1, 2016 and filed through the Board's Regulatory Electronic Submission System.
- b) Please refer to the Company's updated evidence, filed on Tuesday, November 8, 2016, which reflects the impact of the Board determined Return on Equity for 2017, of 8.78%, on the Company's 2017 Cost of Capital, Utility Income, Allowed Revenues, and Deficiency.

Witnesses: R. Small
M. Suarez