

All our energy.
All the time.



January 6, 2023

Ms. Cheryl Mosher
Island Regulatory & Appeals Commission
PO Box 577
Charlottetown PE C1A 7L1

Dear Ms. Mosher:

**General Rate Application - Docket UE20946
Confidential Responses to Interrogatories from
London Economics International Inc.**

In accordance with Commission Order UE23-01, please find attached the Company's confidential responses to Interrogatories from London Economics International Inc. with respect to the General Rate Application filed on June 20, 2022.

Yours truly,

MARITIME ELECTRIC

A handwritten signature in blue ink that reads "Gloria Crockett".

Gloria Crockett, CPA, CA
Manager, Regulatory & Financial Planning

GCC01
Enclosure

INTERROGATORIES REGARDING THE REPORT OF CONCENTRIC ENERGY ADVISORS, INC.

IR-18 The Concentric Report provides several figures underlying their analysis.

Question(s):

- a. Please provide underlying data and calculations (in excel) associated with Figures 1, 9, 10, 12, 13, 14, 15, 16, 22, 24, 26, 27, 28, 29, 30, 31, 32, 34, 35, 42, and 44.

Response:

- a. Please see IR-18 - Attachments 1 to 11, of which attachments 9 and 10 are marked as confidential. The source data for attachments 9 and 10 is from Concentric’s Standard and Poor’s (“S&P”) subscription, which does not permit public disclosure of this information under the terms of the agreement.

Figure	Figure Name	Attachment
1	Summary of Results (including flotation costs)	1 – see JMC-1
9	Canadian Government Bond Yields – 10 yr. and 30 yr.	2
10	Canadian Utility A Rated Bond vs 30-yr Canada Long Bond	2
12	10-yr Government Bond Yield minus 2-yr Government Bond Yield	3
13	Canadian and US Volatility Indexes	4
14	Toronto Stock Exchange (“TSX”) Utilities Index vs. 30-yr Canadian Government Bond Yield	5
15	S&P/TSX Utilities Index Dividend Yield vs. 10-Year Government of Canada Bond Yields	6
16	State Street Investor Confidence Indices	2
22	Utility Earnings, Dividend and Gross Domestic Product Growth Comparisons	7
24	90-day Average Discounted Cash Flow Results (including flotation costs)	1 – see JMC-4 and JMC-5
26	Risk Free Rate	8
27	Value Line and Bloomberg Betas	1 – see JMC-8.1
28	Market Risk Premium Values	1 – see JMC-6, JMC-7, JMC-8.1 and Attachment 12
29	Capital Asset Pricing Model Results (including flotation costs)	1 – see JMC-8.1 and JMC-8.2
30	Risk Premium Results	CONFIDENTIAL 9 – see Risk Premium – VI Elec
31	Risk Premium Results	CONFIDENTIAL 9 – see Risk Premium – Elec
32	Authorized Returns on Equity	CONFIDENTIAL 10
34	Small Size of Maritime Electric	11
35	Small Size of Maritime Electric	11
42	2021 S&P Credit Metrics Comparison	1 – see JMC-11 for Canadian and U.S. Electric data and IR-45 - Attachment 2, 2021 Key Metrics.
44	Summary of Results (including flotation costs)	1 – see JMC-1

Maritime Electric

IR-47 Appendix I provides 2021 actuals and 2022-2025 forecasts for MECL financial statements.

Question(s):

- a. Please provide historical MECL financial statements for 2015-2020.

Response:

- a. The Company has provided its annual reports for 2015 to 2020 as **IR-47 - CONFIDENTIAL Attachment 1**.