

2016 and 2017 RATE APPLICATION
SRRP ROUND TWO INTERROGATORIES

SRRP R2Q5 UPDATE:

Reference: First Round Q4: Application Rate Scenarios

Please provide a version of the tables in the response to first round question 4 for the following additional scenarios:

- i) Confirmation of a 5% average rate increase effective July 1, 2016 and an additional 2.5% average rate increase effective April 1, 2017.
- ii) Confirmation of a 5% average rate increase effective July 1, 2016; an additional 2.5% average rate increase effective April 1, 2017 and a further 2.5% average rate increase effective January 1, 2018.

Response:

The following tables provide the analysis for the rate increase scenarios requested above and are updated to reflect the mid-application update figures:

5% Jul 1, 2016, 2.5% rate increase Apr 1, 2017

Financial/Productivity Indicators	December 2014	December 2015	March 2017	March 2018
Avg customer rate increase (%) *	5.5	5.0	5.0	2.5
Operating income (millions \$)	43.2	103.6	54.1	108.8
Net Income (millions \$)	59.6	39.7	120.3	108.8
Total Domestic electricity sales revenue	2,042.7	2,127.7	2,296.9	2,411.2
Return on equity (%)	2.0	4.7	2.6	4.9
Debt ratio incl. capital leases (%)	73.1	74.8	76.5	77.2

5% Jul 1, 2016, 2.5% rate increase Apr 1, 2017, 2.5% rate inc Jan 1, 2018

Financial/Productivity Indicators	December 2014	December 2015	March 2017	March 2018
Avg customer rate increase (%) *	5.5	5.0	5.0	5.1
Operating income (millions \$)	43.2	103.6	54.1	123.8
Net Income (millions \$)	59.6	39.7	120.3	123.8
Total Domestic electricity sales revenue	2,042.7	2,127.7	2,296.9	2,426.3
Return on equity (%)	2.0	4.7	2.6	5.6
Debt ratio incl. capital leases (%)	73.1	74.8	76.5	77.0