

1 Q. **Reference: Response to CA-NLH-045, parts a and b**

2 Further to CA-NLH-045(a) and (b), please explain the decreases in return on equity from \$207.5
3 million in 2027 to \$200.2 million in 2030 and net interest from \$103.6 million to \$98.1 million.
4 Provide a bridge showing the effects of changes in partnership equity balances, sustaining
5 capital, debt balances and interest earned on the financing-related bank accounts.

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8 A. The decrease in return on equity and net interest is presented in the bridges below:

Return on Equity - Test Year 2027 (\$ Millions)	207.5
Decrease to Original Capital Partnership Accounts as a Result of Distributions Paid	(7.6)
Increase to Sustaining Capital Partnership Accounts as a Result of Contributions Received, Partially Offset by Distributions Paid	0.4
Return on Equity - Forecast 2030 (\$ Millions)	200.2
Net Interest - Test Year 2027 (\$ Millions)	103.6
Decrease to Interest Expense as a Result of the Repayment of Debt	(1.4)
Increase to Interest Earned as a Result of Sinking Fund Deposits	(4.0)
Net Interest - Forecast 2030 (\$ Millions)	98.1