

NEEDS FOR AND ALTERNATIVES TO (NFAT)

La Capra Associates Undertaking # 110

La Capra to review their model and provide an itemized list of the variables that are impacted by rate changes

Response:

The list below shows the variables in the initial version of the model (used in Appendix 10A) impacted by rate changes.

- General Consumers' Revenue (if load growth changes are assumed)
- Additional General Consumers' Revenue
- Total Revenue
- Net Income
- Retained Earnings
- Total Liabilities and Equity
- Debt Ratio
- Interest Coverage Ratio

See responses to Undertakings #113 and #114 for discussion of the model used for analysis of drought and the no new generation cases and the additional variables that were impacted by rate changes in the analysis of the no new generation case.