

UE-050684

ICNU Supplemental Response to Bench Request No. 12

Rate of Return at 9.8% ROE

<u>Line</u>	<u>Discription</u>	<u>Weight</u> (1)	<u>Cost</u> (2)	<u>Weighted</u> <u>Cost</u> (3)	<u>Pre Tax</u> <u>Weighted</u> <u>Cost</u> (4)
1	Long-Term Debt	49.4%	6.427%	3.17%	3.17%
2	Preferred Stock	1.1%	6.590%	0.07%	0.12%
3	Common Equity	<u>49.5%</u>	11.125%	<u>5.51%</u>	<u>8.92%</u>
4	Total	100.0%		8.75%	12.21%
<u>Line</u>	<u>Discription</u>	<u>Weight</u> (1)	<u>Cost</u> (2)	<u>Weighted</u> <u>Cost</u> (3)	<u>Pre Tax</u> <u>Weighted</u> <u>Cost</u> (4)
5	Long-Term Debt	51.8%	6.427%	3.33%	3.33%
6	Preferred Stock	1.2%	6.590%	0.08%	0.12%
7	Common Equity	<u>47.1%</u>	9.800%	<u>4.61%</u>	<u>7.47%</u>
8	Total	100.0%		8.02%	10.92%
9	Pre-Tax Rate of Return Impact				1.29%
10	Rate base				\$ 615,154,172
11 Revenue Impact					7,934,391

Source:

Exhibit No. ____ (BNW-1T) at 3, adjusted for uncollected equity infusion.