

Hydro Ottawa Limited EB-2011-0054 Exhibit K5 Issue 5.1 Interrogatory #2 Filed: 2011-09-08 Updated: 2011-10-31

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5. CAPITAL STRUCTURE AND COST OF CAPITAL

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3 Issue 5.1 - Is the proposed capital structure, rate of return on equity and short

4 term debt rate appropriate?

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6 CCC Question #36 - Ref:

7 Please provide Hydro Ottawa's actual ROE for each year 2008-2010. What is the current

8 forecast ROE for 2011?

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Response

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The requested information is shown in Table 1:

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| Year | ROE – Return on Equity Actual | |
|-----------------|-------------------------------|--------------------------------------|
| | Regulated Distribution | Distribution Utility (including non- |
| | Utility | regulated activities) |
| 2008 | 9.5 % | 9.6 % |
| 2009 | 10.3 % | 10.7 % |
| 2010 | 8.8 % | 9.3 % |
| 2011 - Forecast | 8.4 % | 8.4 % |

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