



PARRY SOUND POWER

125 WILLIAM STREET, PARRY SOUND, ONTARIO P2A 1V9
TELEPHONE: (705) 746-5866 • FAX: (705) 746-7789
Email: info@pspower.ca

A Member of:



February 14, 2012

Kirsten Walli, Board Secretary
Ontario Energy Board
2300 Yonge Street, 27th Floor
P.O. Box 2319
Toronto, ON M4P 1E4

Attention: Ms. Kirsten Walli, Board Secretary

Dear Ms. Walli:

**Re: Parry Sound Power Corporation
2012 IRM3 Distribution Rate Application
File No. EB-2011-0193**

Please find attached Parry Sound Power Corporation's (PSP) Reply Submission to The Board's Decision and Order Dated February 6, 2012.

If you have any questions, please contact the undersigned.

Yours truly,

Miles Thompson
Vice President, General Manager

Parry Sound Power Corporation
125 William Street
Parry Sound ON.
P2A 1V9
705-746-5866 Extension #24



PARRY SOUND POWER

125 WILLIAM STREET, PARRY SOUND, ONTARIO P2A 1V9
 TELEPHONE: (705) 746-5866 • FAX: (705) 746-7789
 Email: info@pspower.ca



February 14, 2012

Kirsten Walli, Board Secretary
 Ontario Energy Board
 2300 Yonge Street, 27th Floor
 P.O. Box 2319
 Toronto, ON M4P 1E4

Attention: Ms. Kirsten Walli, Board Secretary

Dear Ms. Walli:

**Re: Parry Sound Power Corporation
 2012 IRM3 Distribution Rate Application
 File No. EB-2011-0193**

As directed in the Board's Decision and Order dated February 6, 2012 Parry Sound Power Corporation's (PSP), PSP respectfully submits our application to recover Lost Revenue Adjusted Mechanism ("LRAM") and Shared Savings Mechanism ("SSM") in relation to Conservation and Demand Management ("CDM") activities undertaken by Parry Sound Power over a ten month period, rate rider as shown below:

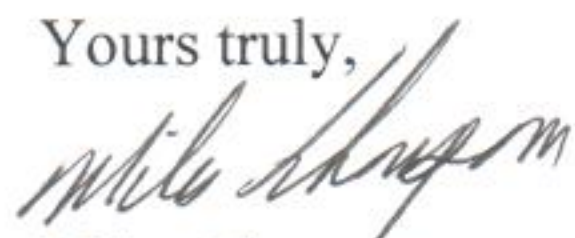
| 2012 - LRAM and SSM Rider AMENDED | | | | | | | | |
|-----------------------------------|----------------------|-------------|----------------------|---------|---------------------|---------------------|---------------------|---------------------|
| Rate Class | Amounts (Up to 2009) | | Billing Units (2011) | Metrics | Rate Riders | | | Rate Rider to Use |
| | LRAM | SSM | | | LRAM | SSM | Total | Total |
| | \$ | \$ | | | \$/unit (kWh or kW) | \$/unit (kWh or kW) | \$/unit (kWh or kW) | \$/unit (kWh or kW) |
| Residential | 11,099.55 | | 33,572,049 | kWh | 0.0004 | 0.0000 | 0.0006 | 0.0006 |
| GS < 50 kW | 6,050.92 | | 16,873,256 | kWh | 0.0004 | 0.0000 | 0.0007 | 0.0007 |
| GS >50 | 2,659.70 | | 97,877 | kW | 0.0326 | 0.0000 | 0.0270 | 0.0270 |
| Sentinel Lights | | | 36 | kW | 0.0000 | 0.0000 | 0.0000 | 0.0000 |
| Street Lighting | | | 2,421 | kW | 0.0000 | 0.0000 | 0.0000 | 0.0000 |
| USL | 3,600.58 | | 58,750 | kWh | 0.0735 | 0.0000 | 0.1342 | 0.1342 |
| Total | 23,410.75 | 0.00 | | | | | | |

PSP has calculated two months of foregone revenue to recover of the next ten months; the foregone revenue and rate rider are as follows:

| Parry Sound Power foregone Revenue 2 Months | | | Fixed | Variable |
|---|--------------|--|-----------------|-------------------|
| Residential | | | 674.88 | 42,899.17 |
| General Service Less Than 50 kW | | | 184.09 | 21,753.39 |
| General Service 50 to 4,999 kW | | | - 1,002.53 | 43,695.37 |
| Unmetered Scattered Load | | | 4.65 | 679.54 |
| Sentinel Lighting | | | 0.58 | - 7.15 |
| Street Lighting | | | 1,403.42 | 3,727.33 |
| | | | | |
| | Total | | 1,265.09 | 112,747.65 |
| | | | | |
| 10 Month Rate Rider | | | | |
| Residential | | | 0.0240 | 0.0015 |
| General Service Less Than 50 kW | | | 0.0373 | 0.0016 |
| General Service 50 to 4,999 kW | | | - 1.4743 | 0.5365 |
| Unmetered Scattered Load | | | 0.0259 | 0.0139 |
| Sentinel Lighting | | | 0.0048 | - 0.2384 |
| Street Lighting | | | 0.1323 | 1.8475 |

PSP has also attached to this document a revised tariff sheet
If you have any questions, please contact the undersigned.

Yours truly,



Miles Thompson
Vice President, General Manager
Parry Sound Power Corporation
125 William Street
Parry Sound ON.
P2A 1V9
705-746-5866 Extension #24