

## *Aiken & Associates*

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March 23, 2018

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

Dear Ms. Walli,

**RE: EB-2017-0338 - Interrogatories of London Property Management Association**

Please find attached the interrogatories of the London Property Management Association in the above noted proceeding.

Yours very truly,

*Randy Aiken*

Randy Aiken  
Aiken & Associates

c.c. Eryn MacKinnon (Hydro One Networks Inc.)

**Hydro One Networks Inc.**

**Application to establish a variance account to capture the 2018 transmission revenue requirement impact associated with a change in the accounting standard for pensions and other post-employment benefits costs.**

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**INTERROGATORIES  
OF  
LONDON PROPERTY MANAGEMENT ASSOCIATION**

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**March 23, 2018**

### Interrogatory #1

Ref: Request for Accounting Order, page 4

Please provide the total OPEBs amount included in the OEB approved revenue requirement for 2018 broken down into the amount included in OM&A and the amount that was capitalized and included in rate base in 2018.

### Interrogatory #2

Ref: Request for Accounting Order, page 4

The Summary of the Request appears to only cover the net periodic post-retirement benefit cost other than service cost for its transmission business that would have been classified as capital prior to the issuance of ASU 2017-07 in a deferral account, effective January 1, 2018 and that will now be recorded as an OM&A expense.

- a) Does the proposal capture the revenue requirement impact of the increase in OM&A costs from the movement of costs from capital to expense in 2018?
- b) Does the proposal capture the revenue requirement impact of the decrease in capital included in rate base from the movement of costs to OM&A in 2018? If not, please explain fully why not.

### Interrogatory #3

Ref: Request for Accounting Order, page 5

What is the estimated impact on the capital related revenue requirement of the movement of \$11 million from capital to OM&A in 2018? Please break out the estimate into the cost of debt, the return on equity, taxes, depreciation and any other related impact.

### Interrogatory #4

Ref: Request for Accounting Order & EB-2016-0160 Decision and Order dated September 28, 2017

Please explain how the requested deferral account shown in Appendix A of the Request for Accounting Order will impact on the tracking account established by the OEB for the transmission related OPEB costs that is compliant with the provisions of the Pension and OPEBs Report as noted on page 80 of the EB-2016-02160 Decision and Order.