

**Hydro One Networks Inc.**

8<sup>th</sup> Floor, South Tower  
483 Bay Street  
Toronto, Ontario M5G 2P5  
www.HydroOne.com

Tel: (416) 345-5700  
Fax: (416) 345-5870  
Cell: (416) 258-9383  
Susan.E.Frank@HydroOne.com



**Susan Frank**

Vice President and Chief Regulatory Officer  
Regulatory Affairs

BY COURIER

November 6, 2009

Ms. Kirsten Walli  
Secretary  
Ontario Energy Board  
Suite 2700, 2300 Yonge Street  
P.O. Box 2319  
Toronto, ON.  
M4P 1E4

Dear Ms. Walli:

**EB-2009-0096 – Hydro One Networks' 2010-2011 Distribution Rate Application – Hydro One Networks Interrogatories on School Energy Coalition Density Evidence**

I am attaching ten (10) copies of Hydro One Networks (“Hydro One”) interrogatory questions on School Energy Coalition Density Evidence. A copy of this cover letter and the attached interrogatory questions and have been filed in text-searchable electronic form through the Ontario Energy Board's Regulatory Electronic Submission System and the confirmation slip is also enclosed.

Sincerely,

ORIGINAL SIGNED BY SUSAN FRANK

Susan Frank

Attach.

c. EB-2009-0096 Intervenors (electronic only)

**Hydro One Networks Inc.**  
**2010-2011 Distribution Rates Application EB-2009-0096**

**Hydro One Networks Inc. Interrogatory Question on School Energy  
Coalition (“SEC”) Density Evidence**

1. How is an Urban/Rural split based on Municipal Boundaries as recommended by Dr. Woo more cost reflective than Hydro One’s current density definition?
2. How would Dr. Woo define Urban for purposes of defining an Urban class?
3.
  - a) Is Dr. Woo aware that in Ontario customers in the same municipality can be served either by Hydro One or another LDC?
  - b) Given the question above, does Dr. Woo have any evidence to support the contention that customers can better understand municipal boundaries than Hydro One Residential customer classification, as stated at the bottom of page 7 of his report?
4.
  - a) Is Dr. Woo suggesting that customers within a municipal boundary should pay the same rates?
  - b) Given the question above, is Dr. Woo suggesting that Hydro One rates should be the same as the other LDC rate serving that municipality regardless of differences in OEB approved Revenue Requirement?
5.
  - a) Why is it appropriate to use other LDC’s OM&A costs, as suggested by Dr. Woo, to allocate Hydro One’s own OM&A costs between its Urban and Rural customers?
  - b) Is Dr. Woo suggesting that as a matter of principle it is preferable to use generic cost based allocators rather than Hydro One specific allocators.
6. What level of effort and cost would Dr. Woo consider appropriate for Hydro One to develop the cost information in a form that would be appropriate for implementing the methodology he is proposing?