

PUBLIC INTEREST ADVOCACY CENTRE LE CENTRE POUR LA DEFENSE DE L'INTERET PUBLIC

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Michael Buonaguro Counsel for VECC (416) 767-1666

November 30, 2010

VIA MAIL and E-MAIL

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

Dear Ms. Walli:

Re: Vulnerable Energy Consumers Coalition (VECC)

Notice of Intervention: EB-2010-0117

Veridian Connections Inc. – Veridian: 2011 Distribution Rate Application

Please find enclosed the Interrogatories of VECC in the above-noted proceeding.

Yours truly,

Michael Buonaguro Counsel for VECC Encl.

cc: Veridian Connections Inc. - Veridian

Attention: Mr. George Armstrong

VERIDIAN CONNECTIONS INC. – MAIN

2011 IRM RATE APPLICATION (EB-2010-0117)

VECC'S INTERROGATORIES

REVENUE COST RATIO ADJUSTMENTS

QUESTION #1

Reference: Revenue Cost Ratio Adjustment Workform, Sheet C1.2

- a) Why are there no "Revenue Offsets" included in Sheet C1.2?
- b) Please provide a revised Workform including the Revenue Offsets. If Veridian is unable to assign the Revenue Offsets between its Main and Gravenhurst Service Areas please do so in the same proportion as the Distribution Revenue Requirement for each Service Area for 2010 as per the final 2010 Rate Order.

QUESTION #2

Reference: Revenue Cost Ratio Adjustment Workform, Sheet C1.3

a) In this sheet Veridian has entered the Transformer Allowance rate as a negative value (as opposed to a positive value) resulting in the adjusted volumetric rates being higher (as oppose to lower) that the approved rates. Please correct.

QUESTION #3

Reference: Manager's Summary, pages 6-7

a) Were the Revenue to Cost Ratio adjustments for 2011 approved as part of the Board's 2010 Decision? If yes, please provide the references to both Veridian's initial Application and the Settlement Agreement/Board Decision where the proposals for post 2010 were set out.

Z-FACTOR COST RECOVERY

QUESTION #4

Reference: Application, Tab 1, Schedule 2, page 2

 a) Did Veridian receive confirmation of acceptance from Environment Canada regarding its request for an extension to December 31, 2009? If yes, please provide a copy.

QUESTION #5

Reference: Application, Tab 1, Schedule 2, page 3

- a) Please confirm that the contract with the chosen contractor included the costs of laboratory testing.
- b) Please explain why the Materials costs were not part of the "contract" and why they are considered part of the "claim".