## DR QUINN & ASSOCIATES LTD.

VIA E-MAIL (RESS and Courier to the Board)

January 10, 2011

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

Dear Ms. Walli:

Re: EB-2010-0377, 0378 and 0379

Renewed Regulatory Framework for Electricity Consultation Cost Eligibility Request for the Federation of Rental-housing Providers of Ontario (FRPO)

#### **REQUEST & SUPPORT**

I am writing on behalf of the Federation of Rental-housing Providers of Ontario (FRPO) in regard to the Board-initiated consultations articulated in its letters of December 17, 2010 and October 27, 2010.

FRPO is requesting the opportunity to participate in all facets of the consultation: EB-2010-0377 Distribution Network Investment Planning, EB-2010-0378 Rate Mitigation and EB-2010-0379 Defining and Measuring Performance of Electricity Distributors and Transmitters. These are substantive issues for our membership and we offer the following in support of our request.

FRPO is Ontario's leading advocate for quality rental housing, representing over 800 private owners and managers who supply over 250,000 rental suites across the province. Our members strongly believe that the rental-housing sector is best served by a competitive marketplace that offers choice and affordability in the provision of energy services. As a not-for-profit organization, FRPO does not have other funding sources to ensure experienced representation to participate in and assist the Board in these regulatory proceedings and submits that it is eligible under Section 3.03 (a) in representing the interests of its rate-paying members. FRPO has previously assisted the Board in other matters and has been awarded costs by the Board.

#### **REPRESENTATION**

The Board requested that those organizations applying for eligibility identify the name and credentials of the representative that the organization intends to retain. FRPO advises that Mr. Dwayne Quinn of DR QUINN & ASSOCIATES LTD would be retained to represent its interests. Mr. Quinn has over twenty years of experience in the natural gas industry. He is well known to the Board in a previous capacity in leading a combined natural gas and water utility and most recently in representing our members' interests at the Board in natural gas. Further, in his previous role with the utility, Mr. Quinn was instrumental in working with the Ministry of Public Infrastructure Renewal, the Ministry of Environment and the

### DR QUINN & ASSOCIATES LTD.

Ministry of Municipal Affairs in developing a balanced approach to water and wastewater investment and ratemaking. Please find his resume attached.

The Board further requested an indication of intent relative to seeking expert submissions. FRPO has previously collaborated with other ratepayer interest groups in the past and would intend to do so in this case. Without complete foreknowledge of all issues, it is impossible to state categorically the efficacy of collaborative expert retention. However, it would be FRPO's intent to seek commonality of purpose with other groups and effectiveness in securing expert services that may be deemed helpful.

For the reasons stated above, FRPO would respectfully request being added to the list of eligible organizations consulted and a determination of costs at the appropriate time as deemed by the Board.

If the requested granted, then FRPO asks that further communications with respect to this matter be sent to the following:

Mr. Dwayne R. Quinn DR QUINN & ASSOCIATES LTD. 130 Muscovey Drive, Elmira, Ontario N3B 3P7

Phone: (519) 500-1022 Email: drquinn@rogers.com

#### **Timing of Request**

On behalf of FRPO, DR QUINN & ASSOCIATES would offer an apology to the Board and the respective electric utilities and transmitters for the timing of this request. Due to our predominant work in the natural gas sector, we were not served with this notice as an Interested Stakeholder which we can understand. Further with the focus on 2011 natural gas ratemaking and long-term contracting in mid-December, the What's New Notice escaped our attention. It was only the posting of Requests from other Stakeholders late this afternoon that raised our awareness of the next steps. We apologize for any inconvenience our timing has caused the Board or other parties.

Thank you for your consideration of this request

Respectfully Submitted on Behalf of FRPO,

Dwayne R. Quinn

Principal

DR QUINN & ASSOCIATES LTD.

c. V. Brescia (FRPO)

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## Dwayne R. Quinn, P. Eng., MBA DR QUINN & ASSOCIATES LTD.

# drquinn@rogers.com (519) 500-1022

#### **FOCUS**

Assisting organizations with proactive adaptation to legislative and regulatory evolution and resulting market developments. Identifying the organizations' needs and goals and using strategic insights into public policy evolution to develop strategic and tactical initiatives to address proactively the pending opportunities and challenges. As a professional engineer with a Masters of Business Administration, I have over 20 years of utility experience including over 10 years influencing public policy and regulation; achieving personal credibility with governmental and regulatory bodies.

#### **ACCOMPLISHMENTS**

- Evolved a combined, traditional gas and water utility into a customer-sensitive organization delivering bottom line value to customers and owners
- Instituted Mutual Gains (Interest Based) Bargaining with labour union in 1999
- Directed market research of customers and owners to determine their desires for the natural gas utility in a deregulated environment
- Developed and implemented a direct purchase strategy to buy natural gas for the utilities customers
- Directed the branding of Kitchener Utilities as the Community-Owned Utility
- Recontracted natural gas transportation and delivery agreements resulting in substantial savings
- Developed strategy to implement full cost recovery from water and wastewater systems receiving Council approval to represent the City at public hearings on the Draft Sustainable Water and Sewer Systems Act
- Directed market research of customers to determine their expectations of long-term outlook, investment and willingness to pay for sustainability
- Implemented the principles of the Sustainable Water and Sewer Systems Act absent regulations resulting in two consecutive 18% water and wastewater rate increases with significant public acceptance
- Worked with the Ministry of the Environment, Ministry of Municipal Affairs and Public Infrastructure Renewal to evolve financial regulations to be more effective for municipal water utilities

#### **RESULTS**

- Satisfied and engaged work force
- Customer understanding and appreciation for our service measured through Market Research
- Customer natural gas savings of over \$25 million in 7 years through implementation of direct purchase
- Incremental profits of over \$25 million dollars in same 7 years from the for-profit aspect of the natural gas utility while keeping customer rate increases below the rate of inflation
- Kitchener's water and wastewater utilities positioned to be fully financially sustainable
- Water and wastewater utilities across the province benefit from more effective financial planning regulations

## Dwayne R. Quinn, P.Eng., MBA

#### **BOTTOM LINE**

I am a highly motivated and passionate professional who believes in service. My pursuit of the interests of those I serve is paramount. Success has been achieved by attaining a comprehensive understanding of the situation coupled with an ability to match stakeholders' interests with opportunities. Much of what was accomplished in Kitchener was unprecedented in public service.

#### ACADEMIC AND PROFESSIONAL

- Bachelor of Engineering Science (Chemical) University of Western Ontario 1985
- Association of Professional Engineers of Ontario 1987
- Master of Business Administration Wilfrid Laurier University 1997

#### **EXPERIENCE**

• Union Gas Limited – 1985-92

Three successive positions of increasing responsibility covering Facilities Planning, Operations Engineering and Plant Construction. Improved simulation modeling techniques, pressure station design, workflow, performance and customer service.

- Babcock & Wilcox Project Management 1993-1994
  - Project management on a \$200 million steam generator replacement project.
- <u>City of Kitchener, Utilities Division Engineering 1994-98</u>

Engineering and plant construction for distribution system. Contributed to the updating and enhancement of engineering standards and construction coordination.

- City of Kitchener, Utilities Division Director 1998-2007
  - Management, operations, regulatory lead and strategic direction of a combined gas and water utility. Contributed to the strategic evolution of Utilities to meet the challenges of natural gas deregulation and the implementation of the Sustainable Water and Sewer Systems Act, 2002.
- DR QUINN & ASSOCIATES LTD Principal 2008-present.

Established an independent consulting company providing advisory services in the fields of energy and infrastructure to clients in the public and private sectors.

#### **COMMITTEES, ASSOCIATIONS & REPRESENTATIONS**

- Ontario Natural Gas Association Board of Directors 1999-2000 Contributed to the survival of the association for the benefit of its members
- Ontario Energy Association Board of Directors 2000-2001

Contributed to the design and implementation of a business plan to evolve the energy association to reflect the changing market

- <u>Technical Standards and Safety Authority, Advisory Council 2000-2008</u>
  - Contributed to the Authorities strategic direction of Ontario natural gas industry's safety regulator putting Public Safety First during deregulation of utility services
- Ontario Energy Board 1999-2007, 2008-10

Lead Kitchener Utilities regulatory representation including submission of written evidence and supporting testimony until 2007 and subsequently, regulatory consultant for FRPO