



GRIMSBY POWER INCORPORATED

231 Roberts Road
Grimsby, ON
L3M 5N2
Tel: 905-945-5437 ext. 232
Fax: 905-945-9933

December 18, 2007

Ms. Kirsten Walli
Board Secretary
Ontario Energy Board
26th Floor
2300 Yonge Street
Toronto, Ontario
M4P 1E4

Re: 2008 Incentive Regulation Mechanism Distribution Rate Adjustments – Interrogatory Responses

Dear Ms. Walli:

Please find enclosed the following materials in regards to the 2008 Incentive Regulation Mechanism:

- 2008 IRM – Responses to OEB Staff Interrogatories – 2 hard copies; and
- CD containing electronic copy of above noted Responses to OEB Staff Interrogatories

In addition, the above information was filed in PDF format through the Board's web portal, and a copy of the 2008 IRM – Responses to OEB Staff Interrogatories in PDF format was emailed to Boardsec@oeb.gov.on.ca on December 18, 2007.

Please do not hesitate to contact us, if you require any further information.

Sincerely,

Sejal Jain

Sejal Jain, C.A.
Director of Finance
/sj

Encls.

**2008 Incentive Rate Mechanism Application
Ontario Energy Board Staff Interrogatories for
Grimsby Power Inc. — EB-2007-0857**

For each of the interrogatories below, please clarify whether this was an error, confirming what the correct entry should have been, or provide a complete explanation for the discrepancies. The format of the response should repeat the references and interrogatories.

Ref.: 2008 IRM Model, Sheet 3 (2007 Tariff Sheet)

1. Monthly Rates and Charges for Unmetered Scattered Load

A review of Grimsby Power's current 2007 Board approved Tariff of Rates and Charges indicates that the service charge is applied on a "per connection" basis, however your 2008 model does not reflect this.

RESPONSE: As noted above, the monthly service charge for Unmetered Scattered Load should read:
Service Charge (per connection)

2. Monthly Rates and Charges for Street Lighting

A review of Grimsby Power's current 2007 Board approved Tariff of Rates and Charges indicates that the service charge is applied on a "per connection" basis, however your 2008 model does not reflect this.

RESPONSE: As noted above, the monthly service charge for Street Lighting should read:
Service Charge (per connection)

3. Specific Service Charges for Customer Administration

A review of Grimsby Power's current 2007 Board approved Tariff of Rates and Charges indicates that the service call- customer-owned equipment charge is \$30.00, however your 2008 model does not reflect this.

RESPONSE: As noted above, the charge for Service Call – Customer-owned Equipment should be \$30.00.

4. Specific Service Charges for Non-Payment of Account

A review of Grimsby Power's current 2007 Board approved Tariff of Rates and Charges indicates that the collection of account charge and disconnect/reconnect charges (cells 415 to 420) are applied on a "\$" basis, however your 2008 model does not reflect this.

RESPONSE: As noted above, the collection of account charge and the disconnect/reconnect charges (cells 415 to 420) are applied on a "\$" basis.

Ref.: 2008 IRM Model, Sheet 6 (K-Factor Derivation)

5. PILs Allowance for K- Factor Derivation

A review of Grimsby Power's 2007 model shows the PILs Allowance value to be \$360,248, however your 2008 model does not reflect this.

RESPONSE: As noted above, the PILS Allowance in Sheet 6, Box U should be \$360,248.