

**2008 Incentive Rate Mechanism Application
Ontario Energy Board Staff Interrogatories for
Peterborough Distribution Inc. Ashphodel-Norwood — EB-2007-0911**

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. A review of your current 2007 Board approved Tariff of Rates and Charges indicates that the service charge for the Unmetered Scattered Load class is applied on a “per customer” basis, however your 2008 model does not reflect this.
2. A review of your current 2007 Board approved Tariff of Rates and Charges indicates that the service charge for the Street Lighting rate class is applied on a “per connection” basis, however your 2008 model does not reflect this.
3. Your 2008 model shows for Specific Service Charges “Transformer Allowance for Ownership – per kW of billing demand/month” a unit of “\$”. A review of your current 2007 Board approved Tariff of Rates and Charges gives this unit as \$/kW.

Ref.: 2008 IRM Model, Sheet 6 (K factor)

4. A review of your 2008 model indicates that the following values for the calculation of the K factor are different from the Board approved 2006 PILs Model:
 - PILs Allowance: \$13,517 instead of \$9,315.43 as in the 2006 Model
 - Taxable Income: \$51,647 instead of \$33,282.84 as in the 2006 Model.