

IN THE MATTER of the *Ontario Energy Board Act 1998*, Schedule B to the *Energy Competition Act*, 1998, S.O. 1998, c.15;

AND IN THE MATTER OF an Application by Toronto Hydro-Electric System Limited for an Order or Orders approving just and reasonable rates and other service charges for the distribution of electricity, effective on May 1, 2012.

NOTICE OF INTERVENTION
OF THE
SCHOOL ENERGY COALITION

1. The School Energy Coalition applies for intervenor status in this proceeding.

General Interest of the Intervenor

2. The School Energy Coalition is a coalition established to represent the interests of all Ontario publicly-funded schools in matters relating to energy regulation, policy, and management. It is made up all seven of the major school-related organizations, representing all of the school boards, and all levels of school management, and through them representing the approximately 5000 schools and about 2 million students in Ontario. The primary goal of these organizations is to promote and enhance public education for the benefit of all students and citizens of Ontario.
3. The intervenor's members have a significant interest in the activities of regulated utilities and their affiliates in the province, due to the severe financial implications those activities have on school boards, their students and the people of the province of Ontario. Utility costs are one of the most significant cost pressures facing school boards. The cost of energy services to the intervenor's members is currently well over \$500 million, and has increased rapidly over the last several years. To produce balanced budgets in the face of ever increasing utility costs, school boards have repeatedly been forced to cut essential programs and services to the detriment of the students and the public of the province of Ontario.

Issues to be Addressed

4. SEC's intended participation will focus on the following issues:
 - (a) The method of regulation, cost of service, proposed by the Applicant for the Test Year;
 - (b) The proposed costs and offsets for the test year, the resulting revenue requirement, the forecast of revenues, and the resulting deficiency;
 - (c) The cost allocation and rate design proposed for the collection of the revenue requirement and deficiency from customers;
 - (d) All requests for creation and/or clearance of deferral accounts, and all other components of the Application; and
 - (e) Generally to represent the interests of school boards and their students in this process.

The Intervenor's Intended Participation

5. The School Energy Coalition intends to participate in any pre-hearing procedures, including interrogatories or technical conferences, and settlement conferences. SEC also intends to participate in any oral hearing of this matter, and in written or oral submissions, as well as any other parts of the process that the Board should order.

Nature of Hearing Requested

6. Until interrogatories have been answered, we believe it is premature to assess whether a written or an oral hearing is more appropriate in this proceeding.
7. SEC proposes that the Board order a preliminary discovery process, limited to the threshold issue of whether the Applicant's rates should be set on a cost of service or incentive regulation basis, and if the former whether a single year or multiple years. That discovery process could be in the form of written interrogatories, a technical conference with written questions in advance, or both. Subsequent to the discovery process, SEC requests that the Board grant parties an opportunity to make submissions on whether it is appropriate to consider a cost of service application from the Applicant, and if so on what terms.

Counsel/Representative

8. The School Energy Coalition requests that a copy of all documents filed with the Board by each party to this proceeding be served on the Applicant, and on the Applicant's counsel, as follows:
 - (a) School Energy Coalition: (electronic only)

ONTARIO EDUCATION SERVICES CORPORATION

c/o Ontario Public School Boards Association

439 University Avenue, 18th Floor
Toronto, ON
M5G 1Y8

Attn: Wayne McNally, SEC Coordinator
Phone: 416 340-2540
Fax: 416 340-7571
Email: wmcnally@opsba.org

(b) School Energy Coalition's counsel: (electronic and paper copies)

JAY SHEPHERD PROFESSIONAL CORPORATION

2300 Yonge Street, Suite 806
Toronto, Ontario, M4P 1E4

Attn: Jay Shepherd
Phone: 416-483-3300
Cell: 416-804-2767
Fax: 416-483-3305
Email: jay.shepherd@canadianenergylawyers.com

Costs

9. The School Energy Coalition intends to apply for recovery of its costs reasonably incurred in the course of its intervention in this matter. The School Energy Coalition has participated in many past natural gas and electricity proceedings in Ontario, including consultations, rate cases, and other processes and hearings, and has been found eligible to be paid its reasonably incurred costs in all of those proceedings.
10. The School Energy Coalition is eligible for a cost award because it “primarily represents the interests of consumers (e.g. ratepayers) in relation to regulated services”. School boards are one of the largest groups of non-industrial energy consumers in the province, and their energy costs have a direct impact on the education of millions of Ontario children. The formation of the School Energy Coalition ensured that all representatives of the interests of schools participated jointly in OEB proceedings.
11. The School Energy Coalition is not ineligible by reason of any of the criteria contained in section 3.05 of the Practice Direction on Cost Awards.

Respectfully submitted on behalf of the School Energy Coalition this 26th day of September, 2011.

Jay Shepherd