

Ontario Energy Board
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Commission de l'Énergie de l'Ontario
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March 16, 2004

Stanly Pawlowicz
Mgr., Finance & Administration
Greater Sudbury Hydro Inc.
500 Regent St.
P.O. Box 250
Sudbury ON
P3E 4P1

Dear Mr. Pawlowicz:

**Re: Distribution Rate Application
Board Decision and Order and Interim Rate Schedule**

Attached is the Board's Decision and Order and Interim Rate Schedule with respect to your company's distribution rate application regarding the partial recovery of Regulatory Assets.

Yours truly,

Peter H. O'Dell
Assistant Secretary

cc. Intervenor's of record

The Board received some interventions in these proceedings, mainly concerned with Phase Two of the process. The only intervenor to make specific submissions on Phase One of the proceeding was the School Energy Coalition, ("SEC") who objected to any

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interim increase in rates over and above the RSVA amounts on the basis that appropriate evidence had not been filed on these amounts. The Board is not convinced by SEC's arguments and sees no reason that Phase One cannot proceed. Phase One only contemplates partial recovery on an interim basis at this time. In Phase Two, the Board will review all applications to ensure that only prudent and reasonably incurred costs are recovered over the four year period mandated by the Minister.

In light of the above, the Board finds that it is in the public interest to order as follows.

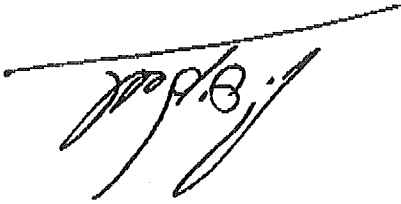
THE BOARD ORDERS THAT:

- 1) The rate schedule attached is approved on an interim basis, effective March 1, 2004, to be implemented on April 1, 2004. All other rates currently in effect that are not shown on the attached schedule remain in force. If the Applicant's billing system is not capable of prorating to accommodate the April 1, 2004 implementation date, the new rates shall be implemented with the first billing cycle for electricity taken or considered to have been taken from April 1, 2004.

- 2) The Applicant shall notify its customers of the rate changes by including the brochure provided by the Board through a different process, no later than with the first customer bill reflecting the new rates, and provide to the Board samples of any other notices sent by the Applicant to its customers with respect to the rate changes. The Board expects the Applicant to provide notice to all customers about the rate changes, no later than with the first bill reflecting the new rates.

DATED at Toronto, March 17, 2004

ONTARIO ENERGY BOARD



Peter H. O'Dell
Assistant Secretary

Interim Rates

RP-2004-0095
EB-2004-0081

**Greater Sudbury Hydro Inc.
Schedule of Changed Distribution Rates and Charges**

Effective Date: March 1, 2004
Implementation Date: April 1, 2004

RESIDENTIAL

RESIDENTIAL (Time of Use)

Monthly Service Charge	(per month)	\$13.68 ✓
Distribution Volumetric Rate	(per kWh)	\$0.0072 ✓

Monthly Service Charge	(per month)	\$13.68 ✓
Distribution Volumetric Rate	(per kWh)	\$0.0072 ✓

GENERAL SERVICE < 50 KW

Monthly Service Charge	(per month)	\$20.26 ✓
Distribution Volumetric Rate	(per kWh)	\$0.0143 ✓

GENERAL SERVICE > 50 KW (Non Time of Use)

Monthly Service Charge	(per month)	\$177.96 ✓
Distribution Volumetric Rate	(per kW)	\$3.7505 ✓

SENTINEL LIGHTS (Non Time of Use)

Monthly Service Charge	(per connection)	\$0.67 ✓
Distribution Volumetric Rate	(per kW)	\$1.7448 ✓

STREET LIGHTING (Non Time of Use)

Monthly Service Charge	(per connection)	\$0.68 ✓
Distribution Volumetric Rate	(per kW)	\$2.3997 ✓

STREET LIGHTING (Time of Use)

Monthly Service Charge	(per connection)	\$0.17 ✓
Distribution Volumetric Rate	(per kW)	\$0.6537 ✓

Unmetered Scattered Loads
Billed at General Service < 50 kW rates
Monthly Service Charge
Distribution Volumetric Rate

(per month)	\$20.26
(per kWh)	\$0.0143