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BY E-MAIL

December 2, 2011

Kirsten Walli Board Secretary Ontario Energy Board 2300 Yonge Street, 27th Floor Toronto, ON M4P 1E4

Dear Ms. Walli:

Re: PowerStream Inc.

2012 IRM3 Rate Application Board Staff Interrogatories Board File No. EB-2011-0005

In accordance with the Notice of Application and Hearing, please find attached the Board Staff Interrogatories in the above proceeding. Please forward the following to PowerStream Inc. and to all other registered parties to this proceeding.

Yours truly,

Original Signed By

Stephen Vetsis Analyst – Applications & Regulatory Audit

Encl.

Board Staff Interrogatories 2012 IRM3 Electricity Distribution Rate Application PowerStream Inc. ("PowerStream") EB-2011-0005

Board Staff Interrogatory No. 1

Board staff has attempted to reconcile the consumption (i.e. billed kWh, billed kW, etc.) data entered in the submitted models to information filed by PowerStream in RRR 2.1.5.

a) Please confirm whether the data filed by PowerStream as part of RRR 2.1.5 represents metered (i.e. non-loss adjusted) or billed consumption data.

2012 Shared Tax Savings Work Form – Barrie Rate Zone

Board Staff Interrogatory No. 2

Ref: 2012 Shared Tax Savings Work Form – Sheet 5 "Z-Factor Tax Changes"

A section of Sheet 5 "Z-Factor Tax Changes" of the 2012 Shared Tax Savings Work Form for the South rate zone is reproduced below.

| For the 2008 year, enter any Tax Credits from the Cost of Service Tax Calculation (Positive #) | \$ | - | | |
|--|----|-----------------------|-----|-----------------------|
| | 1 | | | |
| 1. Tax Related Amounts Forecast from Capital Tax Rate Changes | | 2008 | | 2012 |
| Taxable Capital | \$ | 149,853,574 | \$ | 149,853,574 |
| Deduction from taxable capital up to \$15,000,000 | \$ | 15,000,000 | \$ | 15,000,000 |
| Net Taxable Capital | \$ | 134,853,574 | \$ | 134,853,574 |
| Rate | | 0.225% | | 0.000% |
| Ontario Capital Tax (Deductible, not grossed-up) | \$ | 303,421 | \$ | - |
| 2. Tax Related Amounts Forecast from Income Tax Rate Changes Regulatory Taxable Income | \$ | 2008 5,134,969 | \$ | 2012 5,134,969 |
| Corporate Tax Rate | | 33.50% | | 25.59% |
| Tax Impact | \$ | 1,720,215 | \$ | 1,314,128 |
| Grossed-up Tax Amount | \$ | 2,586,789 | \$ | 1,766,105 |
| Tax Related Amounts Forecast from Capital Tax Rate Changes | \$ | 303,421 | \$ | - |
| Tax Related Amounts Forecast from Income Tax Rate Changes | \$ | 2,586,789 | \$ | 1,766,105 |
| Total Tax Related Amounts | \$ | 2,890,210 | \$ | 1,766,105 |
| Incremental Tax Savings | | | -\$ | 1,124,105 |
| Sharing of Tax Savings (50%) | | | -\$ | 562,052 |

Board staff was unable to reconcile the Rate, Ontario Capital Tax and Total Tax Related Amounts variables shown in the Shared Tax Savings Work Form with the data filed by

PowerStream in the draft Rate Order, filed on April 7, 2008 from Barrie Hydro's last rebasing application (EB-2007-0746).

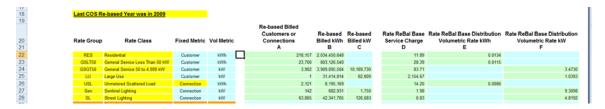
a) Please provide evidence in support of the values in the Shared Tax Savings Work Form for the Barrie rate zone. Please indicate if there are any errors and Board staff will make the appropriate changes to the model.

2012 Shared Tax Savings Work Form – South Rate Zone

Board Staff Interrogatory No. 3

Ref: 2012 Shared Tax Savings Work Form – Sheet 3 "Re-based Bill Det & Rates"

A section of Sheet 3 "Re-based Bill Det & Rates" of the 2012 Shared Tax Savings Work Form for the South rate zone is reproduced below.



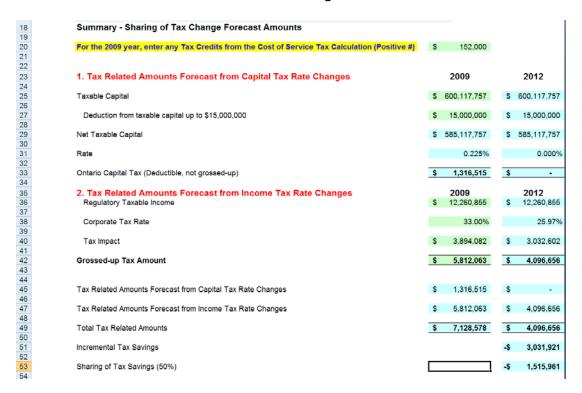
Board staff has been unable to reconcile the data in columns B and C with the data provided in Exhibit C1/Tab 1/Schedule 4/Table 4 of PowerStream's last cost of service application (EB-2008-0244).

a) Please provide evidence in support of the Board approved demand and consumption forecasts from PowerStream's prior rebasing application entered in columns B and C. Please indicate if there are any errors and Board staff will make the appropriate changes to the model.

Board Staff Interrogatory No. 4

Ref: 2012 Shared Tax Savings Work Form – Sheet 5 "Z-Factor Tax Changes"

A section of Sheet 5 "Z-Factor Tax Changes" of the 2012 Shared Tax Savings Work Form for the South rate zone is reproduced below.



Board staff has been unable to reconcile the Taxable Capital and Tax Credit values provided with the data in Schedule B of the Settlement Agreement in PowerStream's last rebasing application (EB-2008-0224).

a) Please provide Board approved evidence in support of the Taxable Capital and Tax Credit values from PowerStream's prior rebasing application. Please indicate if there are any errors and Board staff will make the appropriate changes to the model.

2012 IRM3 Rate Generator – Barrie Rate Zone

Board Staff Interrogatory No. 5

Ref: 2012 IRM3 Rate Generator – Sheet 4 "Current MFC"

A section of Sheet 4 "Current MFC" from the 2012 IRM3 Rate Generator filed for the Barrie rate zone is reproduced below.



Board staff has been unable to reconcile the service charge entered for the GS 50 to 4,999kW classes with PowerStream's most recent tariff of rates and charges.

a) PowerStream's tariff indicates a service charge of \$393.23 for the GS 50 to 4,999kW classes. Please indicate if \$392.23 was entered into the rate generator in error and Board staff will make the necessary corrections. Otherwise, provide evidence in support of the entered values.

Account 1521 – Special Purpose Charge (SPC)

Board Staff Interrogatory No. 6

Ref: Application, page 11 – Manager's Summary – South rate zone Ref: Application, page 19 – Manger's Summary – Barrie rate zone

On the pages referenced above, PowerStream has stated that it has not tracked amounts for account 1521 separately by rate zone.

a) Please confirm PowerStream's SPC assessment amount for both rate zones and provide a copy of the original SPC invoice.