

**Reply to VECC Submission
2012 IRM3 Electricity Distribution Rates
Niagara-on-the-Lake Hydro Inc.
EB-2011-0186**

LRAM CLAIM

Reply

Please refer to NOTL's Reply to the OEB staff submission.

Z-FACTOR REQUEST FOR RECOVERY OF STORM COSTS

Point 3.19:

3.19 VECC submits that NOTLH has satisfied the all three of the Board's eligibility criteria and NOTLH's z-factor claim should be approved.

Reply

NOTL notes that VECC has no issue with NOTL's Z-Factor claim.

Point 3.22:

3.22 VECC agrees in principle with NOTLH's approach to calculate the requested rate riders. However, VECC notes the billing determinants used in the calculation do not reflect the values in NOTLH's load forecast that was accepted by the Board in its EB-2009-0237 Decision, except for the USL and Streetlighting rate classes.²¹

Reply

NOTL has reviewed the billing determinants as shown on page 23 of the Manager's Summary, and confirms that they do reflect the Board approved kW or kWh in EB-2008-0237 for each class, which are highlighted in the area with a red arrow on page 21 of the Manager's Summary.

~ End ~