



THE BOARD OF DIRECTORS

Chair, GAIL REGAN

President, Cara Holdings Ltd.

Secretary/Treasurer, ANNETTA TURNER

ANDREW ROMAN

Barrister & Solicitor, Miller Thomson

ANDREW STARK

Rotman School of Management, University of Toronto

GEORGE TOMKO

Resident Expert, PSI Initiative, University of Toronto

MICHAEL TREBILCOCK

Chair, Law & Economics, University of Toronto

MARGARET WENTE

Columnist, The Globe and Mail

President, PATRICIA ADAMS

MAX ALLEN

Producer, IDEAS, CBC Radio

ANDREW COYNE

National Editor, Maclean's

GLENN FOX

Professor of Economics, University of Guelph

IAN GRAY

President, St. Lawrence Starch Co.

CLIFFORD ORWIN

Professor of Political Science, University of Toronto

June 21, 2012

BY EMAIL & COURIER

Ms. Kirsten Walli
Board Secretary
Ontario Energy Board
2300 Yonge St, Suite 2701
Toronto ON M4P 1E4

Dear Ms. Walli:

Board File No. EB-2012-0033

**Enersource Hydro Mississauga Inc. – 2013 & 2014 Cost of Service Application
Energy Probe – Comments on Draft Issues List**

Pursuant to Procedural Order No. 1, issued on June 14, 2012, this letter constitutes the submissions of Energy Probe Research Foundation (Energy Probe) for the Board's consideration in respect of the Draft Issues List circulated as Appendix B.

Issue 1.1 misses the point that the current third generation IRM approach effectively sets rates for four years – the COS rebasing year, followed by three years of IRM price cap. The Issue as stated does not address years 3 and 4 of the cycle; it implies that the Applicant can set rates for only two years and then come back in again.

To complete the record, Energy Probe submits there should be an additional issue added to the Issues List:

“What is the appropriate approach to set rates for years 3 and 4 of the 4 year third generation IRM rate setting cycle?”

Under Rate Base, Energy Probe suggests an additional issue should be added to the Issues List:

“Is the Working Capital Requirement, or lead/lag, study appropriate?”

Energy Probe Research Foundation 225 BRUNSWICK AVE., TORONTO, ONTARIO M5S 2M6

Phone: (416) 964-9223 Fax: (416) 964-8239 E-mail: EnergyProbe@nextcity.com Internet: www.EnergyProbe.org

Energy Probe has reviewed the submissions of the School Energy Coalition (SEC) in their letter to the Board filed earlier today and is in agreement with the SEC comments on the Draft Issues List, including SEC submissions on the Applicant's proposal for cost of service rates for 2014, being treated as a threshold issue.

Should you require additional information, please do not hesitate to contact me.

Yours truly,

A handwritten signature in dark ink, appearing to read "David S. MacIntosh". The signature is fluid and cursive, with the first name "David" being more prominent.

David S. MacIntosh
Case Manager

cc: Gia M. DeJulio, Enersource Hydro Mississauga (By email)
George Vegh, McCarthy Tetrault LLP (By email)
Randy Aiken, Consultant to Energy Probe (By email)
Peter T. Faye, Counsel to Energy Probe (By email)
Interested Parties (By email)