KINGSTON ELECTRICITY DISTRIBUTION LIMITED

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March 9, 2007

Kirsten Walli
Ontario Energy Board
2300 Yonge Street, 27th Floor
P.O. Box 2319
Toronto, Ontario,
M4P 1E4

Re: Kingston Electricity Distribution Limited - Licence No. ED-2003-0057
Clarification to the 2007 EDR Application
Docid Number – EB-2007-0548, EB-2005-0385

Dear Ms. Walli:

In response to the Ontario Energy Board's email of March 06, 2007 requesting clarification on three items in Kingston Electricity Distribution Limited's ("KEDL") 2007 Distribution Rate Application, KEDL has the following clarifications to its 2007 Distribution Rate Application to offer.

Item #1: On Sheet 3 of the 2007 IRM Model, KEDL has stated the volumetric charge for Distribution Volumetric rate, Regulatory Asset Recovery, Retail Transmission Rate – Network Service Rate, and Retail Transmission Rate – Line and Transformation Connection Service Rate for General Service 50-4,999 kW, Large Use, and Street Lighting to be "kWh". Please confirm that these units should be per "kW".
Response: On Sheet 3 of the 2007 IRM Model submitted by KEDL, the units should be per "kW" rather than per "kWh" for the volumetric charge for Distribution Volumetric rate, Regulatory Asset Recovery, Retail Transmission Rate – Network Service Rate, and Retail Transmission Rate – Line and Transformation Connection Service Rate for General Service 50-4,999 kW, Large Use, and Street Lighting.

Item #2: On Sheet 4 of the 2007 IRM Model, KEDL includes the smart meter adder in the rates for Unmetered Scattered Load and Street Lighting. As there is no adder associated with these rates, please clarify that this was simply an input/typographical error.
Response: On Sheet 4 of the 2007 IRM Model submitted by KEDL, the smart meter adder should not be included in the rates for Unmetered Scattered Load and Street Lighting. We clarify that this was simply an input/typographical error.

Item #3: On Sheet 3, KEDL has defined a Service Classification for Standby Power. Please clarify that you intend to continue with the approach to billing standby power as outlined on your current Tariff.

Response: KEDL has defined a Service Classification for Standby Power and KEDL intends to continue with the approach to billing standby power as outlined on KEDL's current Tariff. More specifically KEDL's current Tariff of Rates and Charges has the charge "Standby Power – APPROVED ON AN INTERIM BASIS" and the description "Standby Charge – for a month where standby power is not provided, the charge is based on the applicable General Service 50 to 4,999 kW or Large Use Distribution Volumetric Charge applied to the contracted amount (e.g. nameplate rating of generation facility)."

Kingston Electricity Distribution Limited Rate Adjustment clarification submission follows the guidelines set by the Ontario Energy Board. This letter is to be considered as clarification to KEDL's 2007 EDR application filing. As President and Chief Executive Officer of Kingston Electricity Distribution Limited, I request that this clarification submission be approved as filed.

Yours truly,

J.A. Keech, President & CEO
Kingston Electricity Distribution Limited