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**BY E-MAIL**

June 24, 2013

Michel Poulin  
General Manager  
Hydro Hawkesbury Inc.  
850 Tupper Street  
Hawkesbury ON K6A 3S7

Dear Mr. Poulin:

**Re: Hydro Hawkesbury Inc. ("HHI")  
Application for Rates  
Board File Number EB-2013-0139**

A preliminary review of the application has identified that certain sections of the evidence supporting the application do not comply with the Board's Filing Requirements<sup>1</sup> for cost of service applications and/or the associated spreadsheets, models and work forms. The Board is unable to process the application until these requirements are met.

The missing information is the following:

<b>Chapter 2 Filing Requirement Reference (page #)</b>	<b>Description</b>
13	RRWF – Excel The revised RRWF has a revenue deficiency and a taxable income that do not correspond with the revenue deficiency documented in E6.T2.S1 and the taxable income as documented in E4.T6.S2.
14	Audited Financial Statements for 2 most recent historical years (i.e. 3 years of historical actuals) 2012 Audited Financial Statements are not included in E1.T3.S1.
21	Capitalization of overhead and burden rates.

<sup>1</sup> Chapter 2 of the *Filing Requirements for Electricity Transmission and Distribution Applications*, dated June 28, 2012 and subsequent Board communications.

	Please provide a description of HHI's overhead capitalization. Please also identify the burden rates related to the capitalization of self-constructed assets. Furthermore, if HHI's burden rates have changed since the last rebasing application (2010), HHI must identify the burden rates prior to the change.
Pursuant to EB-2009-0397 Filing Requirements, Page 7	OPA comment letter. Each distributor is required to submit its GEA Plan to the OPA for comment prior to filing. The OPA comment letter must be filed with the GEA Plan. HHI is seeking exemption from filing an OPA comment letter on the basis that the number of planned connections is immaterial. Please clarify. Are the expenditures of the planned connections under HHI's materiality threshold of \$50,000? If so, please explain how this conclusion has been arrived at.
34	Please file copies of HHI's most recent Notice of Assessment / Statement of Adjustments.
38	Third party report providing review and verification of LRAM calculations. Final 2011 OPA report is missing.
40 & 41	Calculation of Revenue Deficiency/Sufficiency should correspond with calculations in RRWF. The RRWF has a revenue deficiency that does not correspond with the revenue deficiency documented in E6.T2.S1.
42	Completed cost allocation study reflecting future loads; however, the Distribution Revenue at Existing rates and Miscellaneous Revenue do not correspond with the calculations in RRWF.
43 & 44	Completed Appendix 2-P (updating status quo and summarizing any proposed changes to Revenue:Cost ratios); however, the numbers in Column 7B, 7C, 7D and 7E do not correspond with the Cost Allocation model.
47	Standard Facilities Loss Factor ("SFLF"). HHI indicated that it is directly connected to Hydro One Networks Inc. Please explain why HHI's SFLF is different from the 1.0045 on Appendix 2-R.
48	Bill Impacts – completed Appendix 2-W for representative samples of all end-user classes; however, the calculations included Global Adj. DVA and incorrect loss factors.

The Board also requests that HHI fix a typographical error in all material filed under Exhibit 7 Cost Allocation. All Exhibit 7 references should begin with "E7".

The Board expects that HHI will file the above listed required information as soon as possible.

If any of the information identified as missing or insufficient is located in sections other than those specified in the Filing Requirements, or if any of the information is not

applicable in HHI's circumstances, please provide an explanation when filing the remainder of the required information.

Please direct any questions relating to this application to Silvan Cheung, Advisor at (416) 544-5158 or [Silvan.Cheung@ontarioenergyboard.ca](mailto:Silvan.Cheung@ontarioenergyboard.ca).

Yours truly,

*Original signed by*

John Pickernell  
Assistant Board Secretary