



October 17, 2013  
Sent by courier, email, and RESS

Kirsten Walli  
Board Secretary  
Ontario Energy Board  
2300 Yonge St.  
Suite 2700, P.O. Box 2319  
Toronto, Ontario  
M4P 1E4

Dear Ms. Walli:

**Re: OEB File No. EB-2013-0133  
Guelph Hydro Electric Systems Inc. ("Guelph Hydro")  
2014 Electricity Distribution Rate Application**

In accordance with Procedural Order No. 1 dated September 18, 2013, please find attached Guelph Hydro's Reply Submission to Board Staff Submission in the above proceeding.

Should there be any questions, please do not hesitate to contact me.

Respectfully Submitted,

A handwritten signature in blue ink, appearing to read "Cristina Birceanu".

Cristina Birceanu

Director of Regulatory Affairs  
Guelph Hydro Electric Systems Inc.

395 Southgate Drive,  
Guelph, ON N1G 4Y1  
Telephone- (519) 837-4735  
Mobile- 226-218-2150  
Email-[cbirceanu@guelphhydro.com](mailto:cbirceanu@guelphhydro.com)

**GUELPH HYDRO ELECTRIC SYSTEMS INC. (“GUELPH HYDRO”)**

**REPLY SUBMISSION TO BOARD STAFF INTERROGATORIES ON**

**2014 IRM RATE APPLICATION**

**FILE NO. EB-2013-0133**

*October 17, 2013*

Guelph Hydro is replying to Board Staff submission received on October 16, 2013 on the following matters:

- Disposition of Deferral and Variance Accounts as per the *Electricity Distributors' Deferral and Variance Account Review Report* (the "EDDVAR Report"); and
- Wholesale Market Service Rates ("WMSR") and Rural & Remote Protection Plan ("RRRP").

**Disposition of Deferral and Variance Accounts as per the *Electricity Distributors' Deferral and Variance Account Review Report* (the "EDDVAR Report")**

Taking in consideration that the 4<sup>th</sup> Generation IR rate-setting parameters are uncertain at this time, and to approximate the bill impacts on 2015 to 2016 rates would be speculative, Guelph Hydro agrees with Board Staff submission that the Group 1 Accounts credit balance of \$3,173,202 be disposed of over a one-year period.

**Wholesale Market Service Rates ("WMSR") and Rural & Remote Protection Plan ("RRRP")**

Guelph Hydro will reimburse the affected customers by applying the calculated credit adjustments on their next regularly scheduled bill after November 15, 2013.

Guelph Hydro confirms that this is the earliest opportunity once the actual consumption billed with the previous WMSR and RRRP rates becomes available. This billing adjustment procedure is in accordance with Guelph Hydro's Conditions of Service – Section 2.4.4.3 - Billing Adjustments, and with Retail Settlement Code Section 7.7.2 – Billing Errors.

Guelph Hydro confirms that it does not intend to remedy the matter by disposing of Account 1580 in a future rate proceeding.