

April 2, 2007

Ontario Energy Board  
26th Floor  
2300 Yonge Street  
Toronto, Ontario  
M4P 1E4  
ATT: Ms. Kristen Walli, Secretary

Dear Ms. Walli,

ED-2002-0540  
RP- 2005-0020 EB-2005-0388

**EB-2007-0551**

**Interrogatories of the School Energy Coalition for Z-Factor, Extraordinary  
Event**

**2007 Electricity Distribution Rate Application  
Lakeland Power Distribution Ltd.**

We respectfully submit the following responses to the Interrogatories of the  
School Energy Coalition.

In accordance with instructions on Procedural Order 1, please find following the  
responses.

Three (3) hard copies of this application are enclosed, together with an electronic  
copy of the responses. An electronic copy has also been sent via email to  
[Boardsec@oeb.gov.on.ca](mailto:Boardsec@oeb.gov.on.ca) under the subject "Lakeland EB-2007-0551 Z-Factor  
Interrogatories" file name Lakeland\_IR\_Schools\_20070402.

Yours truly,



Mr. Chris Litschko  
President & CEO  
Lakeland Holding  
5-45 Cairns Cres.  
Huntsville, Ontario  
P1H 2M2

705-789-5442  
705-789-3110 (fax)  
[cjlitschko@lakelandholding.com](mailto:cjlitschko@lakelandholding.com)

1. List of Schools by Rate Class in the service area for Lakeland Power Distribution Ltd.

Elementary Schools	Rate Class
Bracebridge Public School	> 50 GS
Huntsville Public School	> 50 GS
Macaulay Public School	> 50 GS
Monck Public School	> 50 GS
Monsignor Michael O'Leary	> 50 GS
Muskoka Falls Public School	> 50 GS
Land of Lakes Public School	> 50 GS
M.A. Wittick Public School	> 50 GS
Magnetawan Central Public	< 50 GS
Sundridge Centennial Public School	> 50 GS
Secondary Schools	
St. Dominic Secondary School	> 50 GS
Bracebridge & Muskoka Lakes Secondary	> 50 GS
Huntsville High School	> 50 GS

Lakeland Power specific question responses:

2. Lakeland Power Distribution Ltd. confirms that a school with a monthly consumption of 8000 kWh in the <50 GS rate class would pay approximately \$1,035.63 per month for electricity distribution under the proposed 2007 rates, an increase of 2.54% over 2006.

Lakeland Power Distribution Ltd. confirms that a school with a monthly demand of 200 kW in the >50 GS rate class would pay approximately \$1,035.63 per month for electricity distribution under the proposed 2007 rates, an increase of 1.01% over 2006.

3. Lakeland Power Distribution Ltd. has always been prudent in its expenses and operating costs and as such has lowered its true distribution charges. This is despite that fact that the District of Muskoka and Almaguin Highlands are the most heavily treed areas in the province. In addition, the service area is very widespread with very few customers, giving a very low density ratio while having to support a large infrastructure. The cost of insurance on a distribution system of our nature is price prohibitive and as such not a prudent expense.

4. (a) Lineman \$39.66  
OT rate \$55.33 (1.5 x)  
OT rate \$73.77 (2 x)  
  
Staff \$37.08  
OT rate \$51.73

There were no charges regarding management staff included in the Z-Factor application.

(b) The above regular rates include the employer portion of the following items:  
CPP, EI, EHT, WSIB, Pension plan, Health benefits, Life Insurance

The above OT rates include the employer portion of the following items:  
CPP, EI, EHT, WSIB, Life Insurance

Regular Hours – Union staff 432 hours  
OT (1.5) hours – Union staff 171.25 hours  
OT (2.0) hours – Union staff 792.5 hours

Regular Hours – Customer service 0 hours  
OT (1.5) hours – Customer service 90 hours

5. attached to Board Staff Interrogatory

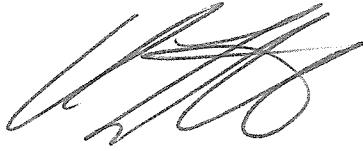
6. (a) There are no truck rentals.

(b) Material costs are for materials used directly in the restoration and the value is based on invoiced amounts if purchased in the field during the storm or on average invoiced cost if used from Stores inventory.

7. no property damage report available.

8. 2006 audited financial statements are not available at this time.

Respectfully submitted,

A handwritten signature in black ink, appearing to read 'CL', with a stylized, cursive flourish extending from the bottom right.

Chris Litschko  
President & CEO  
Lakeland Holding  
5-45 Cairns Cres.  
Huntsville, Ontario  
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