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February 25, 2015

via RESS - signed original to follow by courier

Ms. Kirsten Walli Board Secretary Ontario Energy Board PO Box 2319 2300 Yonge Street, 27th floor Toronto, ON M4P 1E4

Dear Ms. Walli:

Re: Toronto Hydro-Electric System Limited ("Toronto Hydro")
Custom Incentive Rate-setting Application for 2015-2019 Electricity Distribution Rates and Charges – Undertaking Responses
OEB File No. EB-2014-0116

Toronto Hydro writes to the Ontario Energy Board ("OEB") in respect of the above-noted matter.

Further to my letter dated February 24, 2015, enclosed are the following responses from Day 5, February 24, 2015 of the Oral Hearing:

- J5.1 Energy Probe;
- J5.2 Energy Probe; and
- J5.3 Energy Probe.

Please contact me if you have any questions.

Yours truly,

[original signed by]

Daliana Coban

Lead Regulatory Counsel Toronto Hydro-Electric System Limited regulatoryaffairs@torontohydro.com

encl.:DC\acc

cc: Charles Keizer, Torys LLP
Crawford Smith, Torys LLP
Amanda Klein, Toronto Hydro
Intervenors of Record for EB-2014-0116

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ORAL HEARING UNDERTAKING RESPONSE TO ENERGY PROBE RESEARCH FOUNDATION

2	Reference(s):
3	
4	To provide a list of which segments, other than rear lot conversions, have updated unit
5	quantities
6	
7	RESPONSE:
8	As part of the February 6, 2015, update to the CIR application, Toronto Hydro corrected
9	the unit count forecasts in the following seven Distribution System Plan capital programs:
10	
11	• E6.1 UG Circuit Renewal
12	• E6.4 OH Circuit Renewal
13	• E6.6 Rear Lot Conversion
14	• E6.7 Box Construction
15	• E6.8 SCADAMate R1 Renewal
16	• E7.3 Feeder Automation
17	• E7.4 Polymer SMD20 Renewal
18	
19	Please note that this was strictly a presentation error with respect to the unit forecast
20	tables; therefore, the updated information had no bearing on the costs of the program or
21	the business case evaluation.

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UNDERTAKING NO. J5.1:

Toronto Hydro-Electric System Limited EB-2014-0116 Oral Hearing Schedule J5.2

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UNDERTAKING NO. J5.2: 1 **Reference(s):** 2 3 To describe in plain language current and prospective situations involving EV charging 4 and energy storage systems. 5 6 **RESPONSE:** 7 Currently, it is anticipated that the increased penetration of EVs and charging stations on 8 lateral portions of a feeder, regardless of the type and level of charging stations, may 9 require upgrades to local distribution system infrastructure. 10 11 In this situation, Toronto Hydro proposes that LES is a cost effective alternative to 12 replacing assets outside of their useful life. An LES unit is deployed for a specific 13 section of a feeder, and in this situation would be deployed on the lateral portion of a 14 feeder with a significant presence of EVs. Because the concentration of EV charging 15 stations is not uniformly spread along the entire feeder, GSES and MSES units are not 16 suitable. 17 18 As the uptake of EVs increase, the distribution of EV charging stations physically located 19 along a feeder will become uniform. In this situation, GSES and MSES units are more 20 21 suited to help enable EV connections. 22 Across Toronto, the EV residential charging stations typically range between 3.4 kW and 23 7.6 kW in peak demand. This compares with a typical demand of 10 kW for a gas-heated 24 25 residence across Toronto. Service/metering costs for EV connections across Toronto are

the responsibility of the customer. There are currently approximately 1,000 EVs in the

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- Toronto area (approximately half of the 2,000 EVs across Ontario as per the Ministry of
- 2 Transportation¹).

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¹ http://www.mto.gov.on.ca/english/dandv/vehicle/electric/

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UNDERTAKING NO. J5.3: 1 **Reference(s):** 2 3 To consult with PSE and advise whether major event data can be removed from their 4 results, or to explain why it cannot be done. 5 6 **RESPONSE:** 7 The Major Event Days (MED) data cannot be separated from the combined dataset, as all 8 Ontario reliability data is reported inclusive of MEDs, but without MED values 9 separately quantified. 10 11 As to the U.S.-only dataset, Appendix J to the undertaking 1B-SEC-8 provides an earlier 12 (2013) PSE reliability benchmarking study based on a U.S.-only sample that excluded 13 MEDs. The conclusions of that study are directionally aligned with those of the 2014 14 report that included the MEDs in the outage definition. Toronto Hydro notes that the 15 2014 PSE benchmarking study explicitly sates that the utility's future reliability 16 projections assume normal weather, and would result in higher indices if a major event 17 were to occur.¹ 18

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¹ PSE Report, Exhibit 1B, Tab 2, Schedule 5, Appendix B, p.41, footnote 34.