

September 11, 2015

Ontario Energy Board Ms. Kirsten Walli, Board Secretary P.O. Box 2319 2300 Yonge Street, 27<sup>th</sup> Floor Toronto, ONM4P 1E4

Dear Ms. Walli:

Re: Kingston Hydro Corporation –2016 Custom IR Rate Application – EB 2015-0083

Please find enclosed Kingston Hydro Corporation's responses to the interrogatories received with respect to the above-noted proceeding.

Included with the responses are evidence updates for the following items:

- 2015 debt rate for 2015 borrowings
- Updated Net Depreciation expense
- Updated PILs models
- Updated RPP rates
- Updated load forecast
- Updated Deferral and Variance accounts

With respect to the updated load forecast, we also enclose two copies of the revised <u>Weather Normalized Distribution System Load Forecast: 2016-2020 Custom IR</u> dated September 9, 2015. This revised Load Forecast supercedes the original Load Forecast filed June 1, 2015 as Exhibit 3 Tab 1 Schedule 2 Attachment 1 of Cost of Service Electric Application EB-2015-0083.

Kingston Hydro is filing a revised load forecast as new evidence in response to the following interrogatories (IR):

3-Staff-57 raised concerns of double counting when the original forecast was manually adjusted for CDM

3-Staff-64 questioned the rationale for allocating CDM savings by annual energy sales instead of verified CDM program amounts

The key changes to the revised load forecast methodology include:

- Adjusted 2009-2014 actual consumption to determine the "monthly historic consumption by rate class had CDM not occurred" by adding verified CDM savings to 2009-2014 historic consumption by rate class.
- 2. Developed a "weather normalized monthly forecast for 2015-2020 with no CDM" through regression analysis using data from Item 1 above.
- Developed a "weather normalized monthly forecast for 2015-2020 adjusted for CDM" by subtracting forecast CDM savings by rate class.

If you have any questions please do not hesitate to contact me.

Respectfully submitted,

Randy Murphý, CPA, CA Chief Financial Officer 613-546-1181 ext. 2317

cc: Mr. Andrew Taylor