

EB-2016-0061

Canadian Niagara Power Inc.

Application for electricity distribution rates beginning January 1, 2017

PROCEDURAL ORDER NO. 1 September 16, 2016

Canadian Niagara Power Inc. (Canadian Niagara Power) filed a complete cost of service application with the Ontario Energy Board (OEB) on July 13, 2016 under section 78 of the *Ontario Energy Board Act*, 1998, S.O. 1998, c. 15, (Schedule B), seeking approval for changes to the rates that Canadian Niagara Power charges for electricity distribution, to be effective January 1, 2017.

A Notice of Hearing was issued on August 17, 2016. Each of Energy Probe Research Foundation (Energy Probe), School Energy Coalition (SEC) and Vulnerable Energy Consumers Coalition (VECC) applied for intervenor status and cost eligibility.

No objection was received from Canadian Niagara Power.

Energy Probe, SEC and VECC are approved as intervenors. The list of parties to this proceeding is attached as Schedule A to this Procedural Order. I have also determined that Energy Probe, SEC and VECC are eligible to apply for an award of costs under the OEB's Practice Direction on Cost Awards.

Cost eligible intervenors should be aware that the OEB will not generally allow the recovery of costs for the attendance of more than one representative of any party, unless a compelling reason is provided when cost claims are filed.

Issues List

It is the OEB's expectation that parties will be best positioned to identify issues relevant to Canadian Niagara Power's application after the applicant has responded to interrogatories, and following a technical conference, should it be required. Canadian Niagara Power, OEB staff and the intervenors shall develop and OEB staff shall file a proposed issues list for the OEB's consideration. The OEB will approve an issues list prior to the Settlement Conference.

Interrogatories

At this time, provision will be made for written interrogatories. The OEB will review the single test year application both in the context of the projects and programs that are requested for the test year and from the perspective of the distributor's plans for the subsequent four years until the next scheduled rebasing application.

Parties should examine the value presented by the proposed investments as opposed to focussing only on the costs. Parties should also assess the fit between the applicant's plans and its stated objectives, and consider how the plans contribute to positive outcomes for customers, in particular those outcomes that arise from the asset management decisions reflected in the applicant's distribution system plan. The OEB will consider the entire five year distribution system plan to assess the planning and pacing proposals of the applicant and whether the test year requests are appropriately aligned with the distribution system plan. The OEB will also consider productivity and benchmarking results in assessing cost forecasts, bill impacts and distributor performance.

Parties should not engage in detailed exploration of items that do not appear to be material. Parties should use the materiality thresholds documented in Chapter 2 of the Filing Requirements as a guide. In making its decision on cost awards, the OEB will consider whether intervenors made reasonable efforts to ensure that their participation in the hearing was focused on material issues.

Parties should consult sections 26 and 27 of the OEB's Rules of Practice and Procedure regarding required naming and numbering conventions and other matters related to interrogatories.

It necessary to make provision for the following matters related to this proceeding.

IT IS THEREFORE ORDERED THAT:

- 1. OEB staff shall request any relevant information and documentation from Canadian Niagara Power that is in addition to the evidence already filed, by written interrogatories filed with the OEB and served on all parties by **September 23, 2016**.
- 2. Intervenors shall request any relevant information and documentation from Canadian Niagara Power that is in addition to the evidence already filed, by written interrogatories filed with the OEB and served on all parties by **September 28, 2016**.
- 3. Canadian Niagara Power shall file with the OEB complete written responses to all interrogatories and serve them on all intervenors and OEB staff by **October 19, 2016**.
- 4. Following its review of Canadian Niagara Power's responses to interrogatories, the OEB will determine if a technical conference is required. If required, a transcribed Technical Conference will be held **November 2, 2016** starting at 9:30 a.m. in the OEB's Offices at 2300 Yonge Street, 25th floor, Toronto, Ontario to clarify any matters arising from the interrogatories only. If required, the Technical Conference will continue on **November 3, 2016**. Parties intending to participate are to notify Canadian Niagara Power, and copy all parties, of the topic areas for questioning by **October 28, 2016**.
- 5. OEB staff shall file a proposed issues list, or, alternatively, shall advise the OEB in writing that the parties and OEB staff have been unable to reach an agreement on a draft issues list by **November 4**, **2016**.
- A Settlement Conference among the parties and OEB staff will be convened on November 8, 2016 starting at 9:30 a.m., at 2300 Yonge Street, 25th floor, Toronto. If necessary, the Settlement Conference will continue on November 9 and 10, 2016.
- 7. Any settlement proposal arising from the Settlement Conference shall be filed with the OEB on or before **December 1, 2016**. In addition to outlining the terms of any settlement, the settlement proposal should contain a list of any unsettled issues, indicating with reasons whether the parties believe those issues should be dealt with by way of oral or written hearing.

- Any submission from OEB staff on a settlement proposal shall be filed with the OEB and served on all parties within 7 days from when a settlement proposal is filed.
- 9. If there is no settlement proposal arising from the Settlement Conference, Canadian Niagara Power shall file a statement to that effect with the OEB by **December 8, 2016**. In that event, parties shall file and serve on the other parties by **December 13, 2016** any submissions on which issues shall be heard in writing, and for which issues the OEB should hold an oral hearing.

All filings to the OEB must quote the file number, EB-2016-0061, be made in searchable / unrestricted PDF format electronically through the OEB's web portal at https://www.pes.ontarioenergyboard.ca/eservice/. Two paper copies must also be filed at the OEB's address provided below. Filings must clearly state the sender's name, postal address and telephone number, fax number and e-mail address. Parties must use the document naming conventions and document submission standards outlined in the RESS Document Guideline found at http://www.ontarioenergyboard.ca/OEB/Industry. If the web portal is not available parties may email their documents to the address below. Those who do not have internet access are required to submit all filings on a CD in PDF format, along with two paper copies. Those who do not have computer access are required to file 7 paper copies.

All communications should be directed to the attention of the Board Secretary at the address below, and be received no later than 4:45 p.m. on the required date.

With respect to distribution lists for all electronic correspondence and materials related to this proceeding, parties must include the Case Manager, Martin Davies at Martin.

Davies@ontarioenergyboard.ca and OEB Counsel, Ljuba Djurdjevic at Ljuba.Djurdjevic@ontarioenergyboard.ca.

ADDRESS

Ontario Energy Board P.O. Box 2319 2300 Yonge Street, 27th Floor Toronto ON M4P 1E4 Attention: Board Secretary

E-mail: <u>boardsec@ontarioenergyboard.ca</u>

Tel: 1-888-632-6273 (Toll free)

Fax: 416-440-7656

DATED at Toronto, **September 16, 2016**

ONTARIO ENERGY BOARD

By delegation, before: Kristi Sebalj

Original signed by

Kristi Sebalj Registrar

APPENDIX A

CANADIAN NIAGARA POWER INC.

PROCEDURAL ORDER NO. 1

DATED: September 16, 2016

Applicant and Intervenor List

APPLICANT & LIST OF INTERVENORS

September 16, 2016

APPLICANT Rep. and Address for Service

Canadian Niagara Power Inc. Greg Beharriell

Manager, Regulatory Affairs Canadian Niagara Power Inc.

1130 Bertie St. P.O. Box 1218

Fort Erie, ON L2A 5Y2

Tel: 905-871-0330 Fax: 905-994-2207

RegulatoryAffairs@fortisontario.com

APPLICANT Rep. and Address for Service

Canadian Niagara Power Inc. Scott Hawkes

Vice President, Corporate Services and General

Counsel

Canadian Niagara Power Company Limited

1130 Bertie St. P.O. Box 1218

Fort Erie ON L2A 5Y2

Tel: 905-994-3642 Fax: 905-994-2211

scott.hawkes@fortisontario.com

APPLICANT COUNSEL

Andrew Taylor

Andrew Taylor, Energy Law 120 Adelaide Street West

Suite 2500

Toronto ON M5H 1T1 Tel: 416-644-1568

Fax: 416-367-1954

ataylor@energyboutique.ca

APPLICANT & LIST OF INTERVENORS

September 16, 2016

INTERVENORS

Rep. and Address for Service

Energy Probe Research Foundation

David MacIntosh

Case Manager

Energy Probe Research Foundation

225 Brunswick Avenue Toronto ON M5S 2M6 Tel: 416-964-9223 Ext: 235

Fax: 416-964-8239

<u>DavidMacIntosh@nextcity.com</u>

Randy Aiken

Aiken & Associates

578 McNaugton Ave. W. Chatham ON N7L 4J6

Tel: 519-351-8624 Fax: 519-351-4331

randy.aiken@sympatico.ca

Vulnerable Energy Consumers Coalition

Michael Janigan

Special Counsel
Public Interest Advocacy Centre

31 Hillsdale Avenue East Toronto ON M4S 1T4

Tel: 416-840-3907 Fax: Not Provided mjanigan@piac.ca

Mark Garner

Project Manager Econalysis Consulting Services 34 King Street East, Suite 630 Toronto ON M5C 2X8

Tel: 647-408-4501

Fax: 416-348-0641

markgarner@rogers.com

APPLICANT & LIST OF INTERVENORS

September 16, 2016

Vulnerable Energy Consumers Coalition

William Harper

Senior Consultant

Econalysis Consulting Services

34 King Street E.

Suite 1102

Toronto ON M5C 2X8 Tel: 416-348-0193 Ext: 29

Fax: 416-348-0641 bharper@econalysis.ca

School Energy Coalition

Jay Shepherd

Counsel

Jay Shepherd Professional Corporation

2200 Yonge St. Suite 1302

Toronto ON M4S 2C6

Tel: 416-483-3300 Fax: 416-483-3305

jay.shepherd@canadianenergylawyers.com

Mark Rubenstein

Counsel

Jay Shepherd Professional Corporation

2200 Yonge St.

Suite 1302

Toronto ON M4S 2C6

Tel: 416-483-3300 Fax: 416-483-3305

mark.rubenstein@canadianenergylawyers.com

APPLICANT & LIST OF INTERVENORS

September 16, 2016

School Energy Coalition Wayne McNally

SEC Coordinator

Ontario Public School Boards' Association

439 University Avenue

18th Floor

Toronto ON M5G 1Y8

Tel: 416-340-2540 Fax: 416-340-7571 wmcnally@opsba.org