



MILTON HYDRO DISTRIBUTION INC.

200 Chisholm Drive, Milton, Ontario, L9T 3G9
Telephone (905) 876-4611 • Fax (905) 876-2044

January 11, 2017

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

**Re: Milton Hydro Distribution Inc.
Application for Lost Revenue Adjustment Mechanism Recovery
2011 to 2014 CDM Programs
OEB File No. EB-2016-0242; Originally Filed Under OEB File No. EB-2015-0089
Second Request for Delegated Authority**

Milton Hydro Distribution Inc. ("Milton Hydro") filed a Cost of Service Rate Application on August 28, 2015 for rates effective May 1, 2016. Included in the Application was Milton Hydro's request for recovery of its Lost Revenue related to its 2011 to 2014 Conservation and Demand Management programs.

On August 4, 2016 Milton Hydro filed an Application for Lost Revenue Adjustment Mechanism Recovery ("LRAM") under the Ontario Energy Board ("OEB") File No. EB-2015-0089, being the file number that included Milton Hydro's original claim for LRAM recovery. The OEB re-assigned File No. EB-2016-0242 to Milton Hydro's LRAM Claim for Recovery.

History

Milton Hydro filed a Cost of Service Rate Application, which included Milton Hydro's request for recovery of its Lost Revenue related to its 2011 to 2014 Conservation and Demand Management programs, on August 28, 2015 for rates effective May 1, 2016.

On December 18, 2015 Milton Hydro responded to interrogatories on its LRAM claim from both OEB staff and the Vulnerable Energy Consumers Coalition. Milton Hydro's responses were included in its re-filing for LRAM Claim for Recovery on August 4, 2016.

During the Settlement Conference held on January 25 and 26, 2016 the only remaining unsettled matter in regards to Milton Hydro's claim for LRAM Recovery was the calculation of the kW demand for Demand Response programs. It was agreed at that time to take the LRAM issue off-line to address it outside of the settlement process. The unsettled matter was resolved by the OEB on May 19, 2016 in its Report on "Updated Policy for the Lost Revenue Adjustment Mechanism Calculation: Lost Revenues and Peak Demand Savings from Conservation and Demand Management Programs" EB-2016-0182. Details are also included in Milton Hydro's re-filing for LRAM Claim for Recovery.

Application Information

Milton Hydro's re-filed its request or Application for Lost Revenue Adjustment Mechanism Recovery on August 4, 2016. Milton Hydro has complied with the requirements set out in the OEB's Letter of Direction and Notice of Application dated August 25, 2016; and filed its Affidavit of Service of Cameron McKenzie on August 31, 2016. The Notice of Application set a date of September 9, 2016 for any party to become an active participant.

There were no requests made for active participation or intervenor status, therefore on September 13, 2016 Milton Hydro submitted that a formal hearing was not required. Milton Hydro requested that it's Application for LRAM Recovery for 2011 to 2014 CDM Programs, OEB File No. EB-2016-0242, be disposed of by way of an OEB Delegated Authority.

Relief Requested

Milton Hydro respectfully requests again that this Application be disposed of by way of an OEB Delegated Authority for the following reasons:

- Milton Hydro's LRAM recovery was tested during its 2016 Cost of Service Application process;
- The unsettled matter from the Settlement Conference, relating to the kW demand for Demand Response programs, was resolved by the OEB on May 19, 2016, EB-2016-0182.
- There are no further matters outstanding or in dispute.

Milton Hydro requests a revised effective date of May 1, 2017, which will correspond with Milton Hydro's 2017 IR Application. Milton Hydro will recalculate the carrying charges up to the effective date.

Respectfully submitted,

Original signed by

Cameron McKenzie

Director, Regulatory Affairs