**Sioux Lookout Hydro Inc.**

**Application Analysis (EB-2016-0103)**

**Tab 3 – Continuity Schedule**

OEB staff is unable to reconcile the amount entered in cell BJ35 of a credit of $436. Please confirm that entry of this figure is correct and provide the source documentation.

**Response:**

*This relates to Interrogatory #2 from EB-2015-0101. The $436 was transferred to Account 1595(2014) from 1595(2008) in 2014 as an immaterial amount after decision EB-2013-0170. The entry to dispose of the $436 from Decision EB-2014-0112 was then applied to 1595(2014) in May 2015, not 1595(2008) since the amount had been transferred there. Account 1595(2014) was not included in EB-2015-0101, Group 1 Deferral and Variance Account Balances for disposition, therefore the amount has been properly disposed of.*

**Tab 16 – Rev2Cost\_GDPIPI**

The OEB issued its updated cost of capital parameters applicable for 2017 applications. This is to confirm that OEB staff will update Sioux Lookout Hydro’s IRM model to incorporate the price escalator to 1.9%.

**Response:**

*Sioux Lookout Hydro acknowledges that OEB Staff will update the IRM model to incorporate the price escalator to 1.9%.*

**Manager’s Summary, Page 4 – Account 1595 (2014)**

Sioux Lookout Hydro notes that it is not proposing to dispose of Account 1595 (2014) since there were entries made to this account in 2016 for Long Term Load Transfer Settlement.

1. Please explain the nature of these adjustments.
2. Were these adjustments ordered by the OEB? If yes, please provide the relevant documentation.
3. Have any adjustments been made to previously approved balances?

**Response:**

1. *During 2016, Hydro One discovered 7 customers of theirs that had not been included in the Long Term Load Settlement since 2011. The discovery was made due to the preparation of the joint application to the OEB to eliminate all long term load transfer arrangements. As a result, Sioux Lookout Hydro invoiced Hydro One for the missing accounts and one of the entries was to Account 1595(2014) of $217.93 in May 2016. If Sioux Lookout Hydro applies to dispose of Account 1595(2014) in this application the balance will not include this adjustment. There was also a small entry of $(8.32) due to a billing adjustment.*
2. *No*
3. *No adjustments have been made to previously approved balances.*

**Manager’s Summary, Page 6 – Shared Tax Savings**

OEB staff notes from your application:



Please confirm that Sioux Lookout Hydro agrees to transfer the credit amount of $421 to Account 1595 for future disposition.

**Response:**

*Yes, Sioux Lookout Hydro agrees to transfer the credit amount of $421 to Account 1595 for future disposition.*