**Kenora Hydro Electric Corporation Ltd.**

**Application Analysis (EB-2016-0086)**

**Tab 3 - Continuity Schedule**

1. Please explain why there is no value listed in column BU for Variance WMS – Sub-account CBR Class B.

*Kenora Hydro Response: There was no split on the 2015 RRR 2.1.7 to report the Sub Account or WMS –CBR, therefore, no balance was reported at Cell BU25 on Tab 3.*

1. For Account 1595 please clarify why:
2. there is no disposition for the years 2011, 2012 & 2013

*Kenora Hydro Response: In response to Question 3, this Tab will be updated to show all historical activity.*

1. the interest in 2011 is so much higher than the principle

*Kenora Hydro Response: In response to Question 3, this Tab will be updated to show all historical activity.*

1. in 2012 why the interest is so much higher than the total claim

*Kenora Hydro Response: In response to Question 3, this Tab will be updated to show all historical activity.*

1. Please explain why there are no values listed from 2013 onward. Please refer to the third paragraph in Tab 3 for instructions on completeness of the model.

*Kenora Hydro Response: In response to Question 3, this Tab will be updated to show all historical activity.*

**Tab 4 – Billing Det. For Def-Var**

OEB Staff is unable to reconcile Metered (kWh and kW) for non-RPP Customers for the General Service 50 to 4,999 kW Service Classification (cells E19 & F19) with the Reporting & Record Keeping Requirements. Please verify these figures.

*Kenora Hydro Response:*

*From the 2015 2.1.5*

*Table 0 Metered consumption for GS > 50 customers Not on RPP = 20,441,487 kWh.*

*Table 2a Retailer customer consumption for GS > 50 = 15,000,583 kWh.*

*Total Non-RPP GS>50 from 2.1.5 = 35,442,070. 35,442,071 as reported on Tab 4 in this IRM.*

**Tab 7 – Calculation of Def-Var RR**

OEB staff notes that the proposed rate rider recovery period is 0 months. Please provide an explanation for why it is not 12 months.

*Kenora Hydro Response: The recovery period is set at 0 months as Kenora Hydro is not disposing of this account in this model.*

OEB staff notes in your application that you do not wish to claim the balance in Account 1589. Please provide some logic as to why.

*Kenora Hydro Response: Kenora Hydro does not wish to claim the balance in Account 1589 without also claiming the other Group 1 balances, as singling out this one account which is at that time in a debit balance, will cause unnecessary rate stress for the Non-RPP base. Once the balances are claimed as a Group, the credit balances in other accounts will mitigate the impact of the GA recovery. No undue hardship is placed on this utility by not claiming this balance at this time. We wish to delay the recovery of the GA balance.*

**Tab 8 – STS – Tax Change**

OEB staff compared values entered in Tab 8 with those found in the file [Kenora\_APPL\_Rev\_Request\_Workform\_20101029](http://www.rds.ontarioenergyboard.ca/webdrawer/webdrawer.dll/webdrawer/rec/222180/view/) and was unable to reconcile the figures. Please provide an explanation and source for the figures entered.

*Kenora Hydro Response: The link provided is to the original filing of the RWF, prior to adjustments made to it as required by the Board. There was an updated RRWF filed June 7, 2011, once the Decision and Order had been received. This 2017 Model will be updated to correct the PILs Tab 8 to match this June 7, 2011 version, as I took my information from an incorrect printed version. This update changes the balance to $(412).*

**Tab 9 – STS – Tax Change**

OEB staff notes that in your application there is a non-material impact of the legislated tax changes, being $255. OEB staff would like to know if this value will be transferred to Account 1595.

*Kenora Hydro Response: Kenora Hydro confirms that any Sharing of Tax Amount balance in the 2017 approved IRM will be transferred to Account 1595.*

**Customer Classification**

Please confirm if there has been any movement of customers from Class A to Class B or from Class B to Class A.

*Kenora Hydro Response: There have been no customers move from Class A to Class B, nor have there been customers move from Class B to Class A.*