

**Guelph Hydro Electric Systems Inc.**  
**2018 Price Cap IR Application (EB-2017-0044)**  
**Global Adjustment Follow-Up IRRs**  
**November 28, 2017**

**Board's Staff IR:**

Since 2015 is complete and closed, why wouldn't your adjustment be only to the 2016 year-end unbilled revenue for a total of \$2,089,986.74 for the overstatement in unbilled revenue affecting account 1589?

**Guelph Hydro's Response:**

Guelph Hydro made the decision not to adjust the December 2016 Year-end UBR for the \$2,089,986.74 overstatement affecting account 1589 as the only correction because it was decided that it was more transparent to reflect the \$2.2M opening balance error as an adjustment on the Continuity Schedule and have the 2016 dollar activity for account 1589 be in alignment with the kWh activity. This also resulted in correct monthly balances in account 1589 for carrying charge purposes.

The below table illustrates the movement from the opening \$2.2M adjustment required in 2016 to the \$2.1M closing balance at December 31, 2016.

<b>Guelph Hydro Electric Systems Inc.</b>	
<b>Account 1589 - RSVA GA - Unbilled Revenue (UBR) adjustments to Account 1588 - RSVA Power</b>	
<b>Illustration of opening UBR adjustment \$2.2M to closing UBR adjustment of \$2.1M</b>	
January 1, 2016 UBR mistatment between Account 1589 and 1588	\$ (2,220,295.47)
January to December net activity for UBR - RPP GA	\$ 130,308.73
December 31, 2016 UBR mistatment between Account 1589 and 1588	<u>\$ (2,089,986.74)</u>

Respectfully submitted,

A handwritten signature in blue ink, appearing to read 'C. Birceanu', with a long horizontal flourish extending to the right.

Cristina Birceanu

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