**Orillia Power Distribution Corporation. - EB-2017-0264**

**GA Analysis Workform Questions - Responses**

**December 8, 2017**

1. In Note 2 of the GA Analysis Workform, the consumption data entered for Non-RPP Class A is not consistent with the Class A consumption reported in Tab 6 of Orillia Power’s 2018 IRM model.
   1. Please reconcile the Non-RPP Class A consumption data in Note 2 with Tab 6 of the IRM model and make the necessary updates.

Reply:

The Class A consumption reported in Tab 6 of the 2018 IRM model should be metered data. The kWh input in the model represents billed usage after adjustment for losses. Please change the kWh input on Tab 6 to 18,147,039. The data will now be consistent with consumption data entered for Non-RPP Class A in the GA Analysis Workform. Proposed Rate Riders for Disposition of Global Adjustment Account (2016) – effective until April 30, 2019 – Applicable only for Non-RPP Customers - remain the same since this change has an insignificant impact on the calculation in the model.

1. In Note 4 of GA Analysis Workforms, Orillia Power did not enter any previous/current month unbilled consumption amounts (column G & H).
   1. Please confirm whether or not each consumption amount entered in column F was the actual consumption for the given calendar month. (e.g. The first number 11,474,518 kWh was billed in February for consumption in January.)

Reply:

Yes, each consumption amount entered in column F is actual consumption for the given calendar month.

* 1. Do any of the consumption amounts entered in column F include a portion where the billing period spanned more than one month? If yes, how was this part of consumption allocated into the months? And please provide the total kWh consumption for which the billing period spanned more than one month.

Reply:

No, amounts entered in column F represent consumption for one month.

* 1. If any numbers provided in column F are not for the calendar month consumption, please update the table to provide consumption data as required in the table, i.e. completing the volumes for billings by month, prior period unbilled, and current period unbilled.

Reply: N/A

1. There are no reconciling items in Note 6 of the GA Analysis Workform.
   1. Please explain why there are no adjustments for unbilled amounts in 2a and 2b.

Reply:

Adjustments for prior year end unbilled to actual revenue differences (2a) and current year end unbilled to actual revenue differences (2b) are included in the GA amount requested for disposition. December unbilled revenues are booked after billing for December usage is completed the following January; no reconciling items between Expected GA Balance and Amount Requested for Disposition are required in the GA Analysis Worksheet

* 1. Please confirm that any unbilled accruals for Class A are not included in the balance proposed for disposition.

Reply:

Orillia Power confirms that any unbilled accruals for Class A are not included in the balance proposed for disposition.

* 1. Please update the GA Workform as necessary.

Reply:

No updates are needed in the GA Workform.

1. In booking expense journal entries for Charge Type 1142 (formerly 142), and Charge Type 148 from the IESO invoice, please confirm which of the following approach is used:
2. Charge Type 1142 is booked into Account 1588. Charge Type 148 is pro-rated based on RPP/non-RPP consumption and then booked into Account 1588 and 1589, respectively
3. Charge Type 148 is booked into Account 1589. The portion of Charge Type 1142 equalling RPP-HOEP for RPP consumption is booked into Account 1588. The portion of Charge Type 1142 equalling GA RPP is credited into Account 1589.
4. Another approach. Please explain this approach in detail.

Reply:

Orillia Power uses the approach described in (a). Monthly, upon receiving the IESO invoice, the Charge Type 1142 amount - Ontario Fair Hydro Plan Eligible Consumers Discount Settlement - is posted to Account 4705 – Power Purchased; the Charge Type 148 amount - Class B Global Adjustment Settlement - is posted to Account 4707 – Global Adjustment Charges. The Charge Type 148 amount is pro-rated each month based on RPP/Non-RPP consumption and the RPP portion is reallocated to Account 4705. The balance in Account 4705 is booked monthly to Account 1588 and the balance in Account 4707 is booked monthly to Account 1589. Through this process, only GA charges related to Non-RPP Class B consumers flow to the GA Balance in Account 1589.

1. With regards to the Dec. 31, 2016 balance in Account 1589, all components that flow into Account 1589 (i to iv in table below) should all be based on actuals at year end. Please complete the following table to a) indicate whether the component is based on estimates or actuals at year end and b) quantify the adjustment pertaining to each component that is trued up from estimate to actual

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| --- | --- | --- | --- | --- |
|  | **Component** | **a) Estimate or Actual** | **Notes/Comments** | **b) Quantify True Up Adjustment** |
| i | Revenues (i.e. is unbilled revenues trued up by year end) | Actual | Dec unbilled revenues are booked after billing for Dec usage is completed in the following Jan; no true up needed |  |
| ii | Expenses - GA non-RPP: Charge Type 148 with respect to the quantum dollar amount (i.e. is expense based on IESO invoice at year end) | Actual | Expense is based on IESO invoice for Dec. |  |
| Iii | Expenses - GA non-RPP: Charge Type 148 with respect and RPP/non-RPP pro-ration percentages | Actual | RPP/Non-RPP proration percentages are determined after final annual reconciliation of IESO Form 1598 is completed. |  |
| iv | Credit of GA RPP: Charge Type 142 if the approach under IR 1b is used | N/A | Assume reference is to question 4; Orillia does not use approach under 4 (b) |  |