



Collus PowerStream Corp.  
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February 9, 2018

**Ontario Energy Board**  
P.O. Box 2319  
27th Floor  
2300 Yonge Street  
Toronto ON M4P 1E4

Dear Ms. Kirsten Walli;

**Re: Collus PowerStream Request to Defer Rebasing**

Please consider this letter an official request for Collus PowerStream Corp. (Collus) to defer rebasing and continue on the Price Cap IR adjustment method for 2019 rates. Collus was included on the list of 'Electricity Distributors Scheduled to Apply for Rebasing for 2019 Rates'. This request is in accordance with the OEB letter dated December 7, 2017 informing distributors, who are wishing to defer rebasing, to submit a request no later than March 1, 2018.

Collus is currently the subject of a 100% Share Acquisition by EPCOR Utilities Inc. A MAAD application was submitted December 31, 2017 (EB-2017-0373 & EB-2017-0374), which states that EPCOR is seeking, ***“approval to defer the rate rebasing of CollusLDC for five years from the date of closing of the proposed transactions, consistent with the Board policy set out in the March 26, 2016 Report on Rate-Making Associated with Distributor Consolidation....EPCOR intends to use an Incremental Capital Module (ICM) during the five year deferred rebasing period....During the five year deferred rebasing period, rates of customers of Collus LDC will be adjusted using the Price Cap IR adjustment mechanism.”***

Our current shareholders are The Town of Collingwood and Alectra Utilities Corporation, which each own 50% of Collus. Both shareholders and the Collus Board of Directors have expressed approval for the Corporation to defer rebasing.

The corporation has completed a 2018 to 2022 Distribution System Plan (“DSP”) including community engagement events and a survey. The document is available for submission.

Collus PowerStream Corp. has a stable financial performance and an expected return on equity within the approved threshold range.

Please consider our request for deferral and continuation on the Price Cap IR adjustment method for 2019 rates. Please contact me if you require any further information or clarification.

Respectfully submitted,

A handwritten signature in blue ink that reads "Cindy Shuttleworth". The signature is fluid and cursive, with a long horizontal stroke extending to the right.

Cindy Shuttleworth, CGA CPA  
Chief Financial Officer