

EB-2018-0050

#### Lakeland Power Distribution Ltd.

# Application for electricity distribution rates and other charges beginning May 1, 2019

## PROCEDURAL ORDER NO. 1 November 30, 2018

Lakeland Power Distribution Ltd. (Lakeland Power) filed a cost of service application with the Ontario Energy Board (OEB) on September 27, 2018 under section 78 of the *Ontario Energy Board Act*, 1998, S.O. 1998, c. 15, (Schedule B), seeking approval for changes to the rates that Lakeland Power charges for electricity distribution, to be effective May 1, 2019.

A Notice of Hearing was issued on October 31, 2018. The School Energy Coalition (SEC) and Vulnerable Energy Consumer Coalition (VECC) applied for intervenor status and cost eligibility.

No objection was received from Lakeland Power.

SEC and VECC are approved as intervenors. The list of parties in this proceeding is attached as Schedule A to this Procedural Order. SEC and VECC are eligible to apply for an award of costs under the OEB's *Practice Direction on Cost Awards*.

Cost eligible intervenors should be aware that the OEB will not generally allow the recovery of costs for the attendance of more than one representative of any party, unless a compelling reason is provided when cost claims are filed.

Being eligible to apply for recovery of costs is not a guarantee of recovery of any costs claimed. Cost awards are made by way of OEB order at the end of a hearing.

#### **Issues List**

It is the OEB's expectation that parties will be best positioned to identify issues relevant to Lakeland Power's application after the applicant has responded to interrogatories. Lakeland Power, OEB staff and the intervenors shall develop and OEB staff shall file a proposed issues list for the OEB's consideration. The OEB will approve an issues list prior to the settlement conference.

### Interrogatories

At this time, provision will be made for written interrogatories. The OEB will review the single test year application both in the context of the projects and programs that are requested for the test year and from the perspective of the distributor's plans for the subsequent four years until the next scheduled rebasing application.

Parties should examine the value presented by the proposed investments as opposed to focussing only on the costs. Parties should also assess the fit between the applicant's plans and its stated objectives, and consider how the plans contribute to positive outcomes for customers, in particular those outcomes that arise from the asset management decisions reflected in the applicant's distribution system plan. The OEB will consider the entire five year distribution system plan to assess the planning and pacing proposals of the applicant and whether the test year requests are appropriately aligned with the distribution system plan. The OEB will also consider productivity and benchmarking results in assessing cost forecasts, bill impacts and distributor performance.

Parties should not engage in detailed exploration of items that do not appear to be material. Parties should use the materiality thresholds documented in Chapter 2 of the Filing Requirements as a guide. In making its decision on cost awards, the OEB will consider whether intervenors made reasonable efforts to ensure that their participation in the hearing was focused on material issues.

Parties should consult sections 26 and 27 of the OEB's Rules of Practice and Procedure regarding required naming and numbering conventions and other matters related to interrogatories.

#### **Presentation Day**

Following the settlement conference, provision will be made for the presentation of any settlement proposal filed by Lakeland Power, whether full or partial, and for the

presentation of any unsettled issues to be adjudicated by the OEB. Lakeland Power's presentation is intended to summarize and provide any salient information for the OEB's consideration in reviewing the settlement proposal. With respect to any unsettled issues, the presentation should focus on how the issues relate to the business conditions Lakeland Power anticipates over the next 5 years, the planning it has undertaken to address system needs and customer preferences, and its proposal regarding how the costs of distributing electricity ought to be recovered from customers through the rates they pay, taking into consideration the OEB's policies. The purpose of the presentation is not to provide an opportunity for cross-examination by the parties, but rather for Lakeland Power to present any settlement and any remaining issues in the case.

It is necessary to make provision for the following matters related to this proceeding. Further procedural orders may be issued by the OEB.

#### IT IS THEREFORE ORDERED THAT:

- OEB staff shall request any relevant information and documentation from Lakeland Power that is in addition to the evidence already filed, by written interrogatories filed with the OEB and served on all parties by January 3, 2019.
- Intervenors shall request any relevant information and documentation from Lakeland Power that is in addition to the evidence already filed, by written interrogatories filed with the OEB and served on all parties by January 7, 2019.
- Lakeland Power shall file with the OEB complete written responses to all interrogatories and serve them on the intervenors and OEB staff by January 31, 2019.
- 4. OEB staff shall file a proposed issues list, or, alternatively, shall advise the OEB in writing that the parties and OEB staff have been unable to reach an agreement on a draft issues list by **February 12, 2019**.
- 5. A settlement conference among the parties and OEB staff will be convened on **February 19, 2019** starting at 9:30 a.m., at 2300 Yonge Street, 25th floor, Toronto. If necessary, the settlement conference will continue on **February 20** and **February 21, 2019**.

- 6. Any settlement proposal arising from the settlement conference shall be filed with the OEB on or before **March 5**, **2019**. In addition to outlining the terms of any settlement, the settlement proposal should contain a list of any unsettled issues, indicating with reasons whether the parties believe those issues should be dealt with by way of oral or written hearing.
- 7. Any submission from OEB staff on a settlement proposal shall be filed with the OEB and served on all parties by **March 15, 2019**.
- If there is no settlement proposal arising from the settlement conference,
   Lakeland Power shall file a statement to that effect with the OEB by March 12,
   2019. In that event, parties shall file and serve on the other parties by March 14,
   2019 any submissions on which issues shall be heard in writing, and for which issues the OEB should hold an oral hearing.
- 9. The OEB is setting a tentative date of **March 19, 2019** starting at 9:30 a.m. at 2300 Yonge Street, 25<sup>th</sup> floor, Toronto, for Lakeland Power to present to the OEB any settlement proposal and a summary of any unsettled issues in the case. OEB staff will, at the direction of the OEB, confirm or amend this date in subsequent correspondence.

All filings to the OEB must quote the file number, EB-2018-0050, be made in searchable / unrestricted PDF format electronically through the OEB's web portal at <a href="https://pes.ontarioenergyboard.ca/eservice/">https://pes.ontarioenergyboard.ca/eservice/</a>. Two paper copies must also be filed at the OEB's address provided below. Filings must clearly state the sender's name, postal address and telephone number, fax number and e-mail address. Parties must use the document naming conventions and document submission standards outlined in the RESS Document Guideline found at <a href="http://www.oeb.ca/OEB/Industry">http://www.oeb.ca/OEB/Industry</a>. If the web portal is not available parties may email their documents to the address below. Those who do not have internet access are required to submit all filings on a USB flash drive in PDF format, along with two paper copies. Those who do not have computer access are required to file 7 paper copies.

All communications should be directed to the attention of the Registrar at the address below, and be received no later than 4:45 p.m. on the required date.

With respect to distribution lists for all electronic correspondence and materials related to this proceeding, parties must include the Case Manager, Donald Lau at <a href="mailto:Donald.Lau@oeb.ca">Donald.Lau@oeb.ca</a> and OEB Counsel, Ljuba Djurdjevic at <a href="mailto:Ljuba.Djurdjevic@oeb.ca">Ljuba.Djurdjevic@oeb.ca</a>.

## **ADDRESS**

Ontario Energy Board P.O. Box 2319 2300 Yonge Street, 27th Floor Toronto ON M4P 1E4 Attention: Registrar

E-mail: <a href="mailto:boardsec@oeb.ca">boardsec@oeb.ca</a>
Tel: 1-888-632-6273 (Toll free)

Fax: 416-440-7656

**DATED** at Toronto, **November 30, 2018** 

**ONTARIO ENERGY BOARD** 

By delegation, before: Rudra Mukherji

Original signed by

Rudra Mukherji Acting Manager, Registrar

# **SCHEDULE "A"**

**Lakeland Power Distribution Ltd.** 

**Board File No. EB-2018-0050** 

**APPLICANT & INTERVENORS** 

Dated: November 30, 2018

# Lakeland Power Distribution Ltd. EB-2018-0050

## **APPLICANT & LIST OF INTERVENORS**

November 30, 2018

APPLICANT Rep. and Address for Service

**Lakeland Power Distribution** 

Ltd.

**Margaret Maw** 

Chief Financial Officer

Lakeland Power Distribution Ltd.

200-395 Centre St. North Huntsville, ON P1H 2M2

Tel: 705-789-5442 Fax: 705-789-3110

mmaw@lakelandholding.com

**APPLICANT** 

Lakeland Power Distribution Ltd.

Rep. and Address for Service

**Chris Litschko** 

President & CEO

Lakeland Power Distribution Ltd.

200-395 Centre St. North Huntsville ON P1H 2M2

Tel: 705-789-5442 Fax: Not Provided

Regulatory-affairs@lakelandpower.on.ca

### **APPLICANT COUNSEL**

John Vellone

Borden Ladner Gervais LLP

Bay Adelaide Centre, East Tower

22 Adelaide Street West Toronto ON M5H 4E3

Tel: 416-367-6730 Fax: 416-367-6749 jvellone@blg.com

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## **APPLICANT & LIST OF INTERVENORS**

November 30, 2018

#### **INTERVENORS**

### Rep. and Address for Service

### **School Energy Coalition**

## **Wayne McNally**

**SEC Coordinator** 

Ontario Public School Boards' Association

439 University Avenue

18th Floor

Toronto ON M5G 1Y8

Tel: 416-340-2540 Fax: 416-340-7571 wmcnally@opsba.org

#### Mark Rubenstein

Counsel

Shepherd Rubenstein Professional Corporation

2200 Yonge St. Suite 1302

Toronto ON M4S 2C6

Tel: 647-483-0113 Fax: 416-483-3305

mark@shepherdrubenstein.com

## Jay Shepherd

Counsel

Shepherd Rubenstein Professional Corporation

2200 Yonge St.

**Suite 1302** 

Toronto ON M4S 2C6

Tel: 416-804-2767 Fax: 416-483-3305

jay@shepherdrubenstein.com

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# **APPLICANT & LIST OF INTERVENORS**

November 30, 2018

# Vulnerable Energy Consumers Coalition

#### John Lawford

Counsel Vulnerable Energy Consumers Coalition c/o Public Interest Advocacy Centre (PIA

One Nicholas St.

**Suite 1204** 

Ottawa ON K1N 7B7 Tel: 613-562-4002 Ext: 25

Fax: Not Provided <a href="mailto:lawford@piac.ca">lawford@piac.ca</a>

## **Mark Garner**

Consultant

Consultant

2200 Yonge St.

**Suite 1302** 

Toronto ON M4S 2C6

Tel: 647-408-4501 Fax: Not Provided

markgarner@rogers.com

### **Bill Harper**

Vulnerable Energy Consumers Coalition

107 Baker Ave.

Richmond Hill On L4C 1X5

Tel: 416-348 0193 Fax: Not Provided

bharper.consultant@bell.net