

December 11, 2018

Kirsten Walli  
Board Secretary  
Ontario Energy Board,  
2300 Yonge St.  
Suite 2700, P.O. Box 2319  
Toronto, Ontario  
M4P 1E4

Dear Ms. Walli:

**Re: OEB File No. EB-2018-0036  
Guelph Hydro Electric Systems Inc. (Guelph Hydro) – Review of OEB’s Draft  
Decision and Rate Order issued on December 7, 2018**

Guelph Hydro reviewed the OEB’s draft Decision and Rate Order issued on December 7, 2018, and have the following updates and changes:

Guelph Hydro relied upon the Board’s prescribed interest rates to calculate carrying charges on the deferral and variance account balances. The prescribed interest rate of 1.5% for Q1 2018 and 1.89% for Q2-Q4 2018 were relied upon to calculate forecasted interest for 2018. On September 14, 2018, the OEB issued the Q4 2018 prescribed interest rate of 2.17%.

Guelph Hydro has updated the carrying charges calculation for 2018 in the 2019IRM Rate Generator model, Tab. 3 Continuity Schedule, cells BQ21 to BQ36 and BQ43 (LRAMVA interest).

Guelph Hydro also updated the carrying charges in the LRAMVA model, Tab 6. Carrying Charges, cell C46 to reflect the Q4 2018 prescribed interest rate of 2.17%.

Guelph Hydro has updated the draft Decision and Rate Order to reflect the above changes; the document was filed in Word version with track changes.

Guelph Hydro has filed an electronic version of this update via RESS along with the following live Excel files:

- Updated 2019IRM Rate Generator model

- Updated LRAMVA model

Should there be any questions, please do not hesitate to contact the undersigned.

Respectfully submitted,



Cristina Birceanu

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