

# Ontario Energy Board Commission de l'énergie de l'Ontario

# DECISION AND RATE ORDER EB-2018-0024

## ENTEGRUS POWERLINES INC.

Application for rates and other charges for Entegrus-St.Thomas rate zone to be effective January 1, 2019, and for Entegrus-Main rate zone to be effective May 1, 2019.

By Delegation, Before: Pascale Duguay

December 13, 2018

Corrected - December 18, 2018

## **1 INTRODUCTION AND SUMMARY**

Through this Decision and Order, the Ontario Energy Board (OEB) approves the incentive rate-setting mechanism (IRM) application filed by Entegrus Powerlines Inc. (Entegrus Powerlines) on August 13, 2018, as amended during the course of the proceeding.

On July 21, 2017, Entegrus Powerlines and St. Thomas Energy Inc. (St. Thomas Energy) submitted a MAADs application seeking approval to amalgamate and continue as Entegrus Powerlines.<sup>1</sup> On March 15, 2018, the OEB approved the amalgamation and deferred rate re-basing for the merged entity to 2026. Subsequently, Entegrus Powerlines notified the OEB that the transaction was complete effective April 1, 2018. On April 19, 2018, Entegrus Powerlines received its amended Licence.<sup>2</sup>

As noted in the MAADs application, Entegrus Powerlines plans to maintain two separate rate zones until such time as rates are re-based. Accordingly, Entegrus Powerlines filed IRM applications for the "Entegrus-Main" rate zone and the "Entegrus-St. Thomas" rate zone, on August 13, 2018 and August 22, 2018, respectively. Entegrus Powerlines has requested that distribution rates for the Entegrus-St. Thomas rate zone be effective January 1, 2019, and May 1, 2019 for the Entegrus-Main rate zone .

Entegrus Powerlines serves about 58,000 mostly residential and commercial electricity customers in the Municipality of Chatham-Kent, the Towns of Strathroy and Parkhill, the Villages of Mount Brydges, Dutton and Newbury and the City of St. Thomas.<sup>3</sup>

The company is seeking the OEB's approval for the rates it charges to distribute electricity to its customers, as is required of licenced and rate-regulated distributors in Ontario.

A distributor may choose one of three rate-setting methodologies approved by the OEB. Each of these is explained in the OEB's <u>Chapter 3 Filing Requirements for Incentive</u> <u>Rate-Setting Applications</u> (the Filing Requirements).

<sup>&</sup>lt;sup>1</sup> Decision and Order, EB-2017-0212, March 15, 2018.

<sup>&</sup>lt;sup>2</sup> Licence number ED-2002-0563.

<sup>&</sup>lt;sup>3</sup> The Entegrus-Main rate zone contains about 41,000 customers, and the St. Thomas rate zone contains about 17,000 customers.

The Entegrus Powerlines application is for both rate zones and is based on a Price Cap Incentive Rate-setting option (Price Cap IR) with a five-year term. The Price Cap IR option involves the setting of rates through a cost of service application in the first year. Mechanistic price cap adjustments, based on inflation and the OEB's assessment of the distributor's efficiency, are then approved through IRM applications in each of the ensuing four (adjustment) years.

As a result of the OEB's findings in this Decision, there will be a monthly total bill increase before taxes of \$0.19 in the Entegrus-Main rate zone, and of \$0.38 in the Entegrus-St. Thomas rate zone, for a residential customer consuming 750 kWh, effective May 1, 2019 and January 1, 2019, respectively.

Entegrus Powerlines applied to change the composition of its distribution service rates in both rate zones. Residential distribution service rates currently include a fixed monthly charge and a variable usage charge. In 2015, the OEB issued a policy to transition these rates to a fully fixed structure over a four-year period beginning in 2016.<sup>4</sup> Accordingly, the fixed monthly charges for 2019 have once again been adjusted upward in this Decision by more than the mechanistic adjustment alone. There is no longer a variable usage rate for this class of customer. This policy change does not affect the total revenue that distributors collect from residential customers.

## 2 THE PROCESS

This Decision is being issued by delegated authority, without a hearing, under section 6 of the *Ontario Energy Board Act, 1998* (the OEB Act).

The OEB follows a standardized and streamlined process for IRM applications filed under Price Cap IR. In each adjustment year of a Price Cap IR term, the OEB prepares a Rate Generator Model that includes information from the distributor's past proceedings and annual reporting requirements. A distributor will then review and complete the Rate Generator Model and include it with its application.

During the course of the proceeding, the Rate Generator Model will also be updated or corrected, as required. The Rate Generator Model updates base rates, retail transmission service rates and, if applicable, shared tax saving adjustments. It also calculates rate riders for the disposition of deferral and variance account balances.

<sup>&</sup>lt;sup>4</sup> OEB Policy – "A New Distribution Rate Design for Residential Electricity Customers." EB-2012-0410, April 2, 2015.

Entegrus Powerlines filed an application for its Entegrus-Main rate zone on August 13, 2018 and for its Entegrus-St. Thomas rate zone on August 22, 2018, under section 78 of the OEB Act and in accordance with the Filing Requirements. Entegrus Powerlines supported its applications with written evidence and completed Rate Generator Models. Questions were asked of, and answers were provided by, Entegrus Powerlines through emails and phone calls with the OEB. Based on this information, a draft decision was prepared and provided to Entegrus Powerlines on December 7, 2018. Entegrus Powerlines was given the opportunity to provide its comments on the draft for consideration prior to the OEB issuing this Decision.

## **3 ORGANIZATION OF THE DECISION**

In this Decision, the OEB addresses the following issues, and provides reasons for approving or denying Entegrus Powerlines proposals, relating to each of them:

- Price Cap Adjustment
- Retail Transmission Service Rates
- Group 1 Deferral and Variance Accounts
- Lost Revenue Adjustment Mechanism Variance Account Balance
- Residential Rate Design

In the final section, the OEB addresses the steps to implement the final rates that flow from this Decision.

This Decision does not address rates and charges approved by the OEB in previous proceedings which are not part of the scope of an IRM proceeding (such as specific service charges and loss factors). No further approvals are required to continue to include these items on a distributor's Tariff of Rates and Charges.

## 4 PRICE CAP ADJUSTMENT

Entegrus Powerlines seeks to increase its rates, effective May 1, 2019 for its Entegrus-Main rate zone and January 1, 2019 for its Entegrus-St. Thomas rate zone, based on a mechanistic rate adjustment using the OEB-approved *inflation minus X-factor* formula applicable to Price Cap IR applications.

The components of the Price Cap IR formula applicable to both rate zones are set out in Table 4.1 below. Inserting these components into the formula results in a 1.35%

increase to the rates in both rate zones: 1.35% = 1.50% - (0.00% + 0.15%).

	Components	Amount
Inflation Factor <sup>5</sup>		1.50%
X-Factor	Productivity <sup>6</sup>	0.00%
	Stretch (0.00% – 0.60%) <sup>7</sup>	0.15%

## Table 4.1: Annual Index IR Adjustment Formula

The inflation factor of 1.50% applies to all Price Cap IR applications for the 2019 rate year.

The X-factor is the sum of the productivity factor and the stretch factor. It is a productivity offset that will vary among different groupings of distributors. Subtracting the X-factor from inflation ensures that rates decline in real, constant-dollar terms, providing distributors with a tangible incentive to improve efficiency or else experience declining net income.

The productivity component of the X-factor is based on industry conditions over a historical study period and applies to all Price Cap IR applications for the 2019 rate year.

The stretch factor component of the X-factor is distributor specific. The OEB has established five stretch factor groupings, each within a range from 0.00% to 0.60%. The stretch factor assigned to any particular distributor is based on the distributor's total cost performance as benchmarked against other distributors in Ontario. The most efficient distributor would be assigned the lowest stretch factor of 0.00%. Conversely, a higher stretch factor would be applied to a less efficient distributor (in accordance with its cost performance relative to expected levels) to reflect the incremental productivity gains that the distributor is expected to achieve. The stretch factor assigned to both rate zones is 0.15%.

<sup>&</sup>lt;sup>5</sup> For 2019 Inflation factor see Ontario Energy Board 2019 Electricity Distribution Rate applications - Updates November 23, 2018.

<sup>&</sup>lt;sup>6</sup> Report of the OEB – "Rate Setting Parameters and Benchmarking under the Renewed Regulatory Framework for Ontario's Electricity Distributors" EB-2010-0379, Issued November 21, 2013, corrected December 4, 2013.

<sup>&</sup>lt;sup>7</sup> The stretch factor groupings are based on the Report to the Ontario Energy Board – "Empirical Research in Support of Incentive Rate-Setting: 2017 Benchmarking Update", prepared by Pacific Economics Group LLC., August 2018.

## Findings

The OEB finds that Entegrus Powerlines' request for a 1.35% rate adjustment is in accordance with the annually updated parameters set by the OEB. The adjustments are approved, and Entegrus Powerlines' new rates shall be effective May 1, 2019 for the Entegrus-Main rate zone, and January 1, 2019 for the Entegrus-St. Thomas rate zone.

The adjustment applies to distribution rates (fixed and variable charges) uniformly across all customer classes.<sup>8</sup>

## **5 RETAIL TRANSMISSION SERVICE RATES**

Distributors charge retail transmission service rates (RTSRs) to their customers to recover the amounts they pay to a transmitter, a host distributor or both for transmission services. All transmitters charge Uniform Transmission Rates (UTRs) approved by the OEB to distributors connected to the transmission system. Host distributors charge host-RTSRs to distributors embedded within the host's distribution system.

The Entegrus-Main rate zone is partially embedded within Hydro One Networks Inc.'s distribution system. Entegrus Powerlines is requesting approval to adjust the RTSRs that it charges its customers to reflect the rates that it pays for transmission services included in Table 5.1 and Table 5.2.

The Entegrus-St. Thomas rate zone is transmission connected. Entegrus Powerlines is requesting approval to adjust the RTSRs that it charges its customers to reflect the rates that it pays for transmission services included in Table 5.1 below.

<sup>&</sup>lt;sup>8</sup> Price Cap IR and Annual IR Index adjustments do not apply to the following rates and charges: rate riders, rate adders, low voltage service charges, retail transmission service rates, wholesale market service rate, smart metering entity charge, rural or remote electricity rate protection charge, standard supply service – administrative charge, transformation and primary metering allowances, loss factors, specific service charges, microFIT charge, and retail service charges.

### Table 5.1: UTRs<sup>9</sup>

Current Approved UTRs (2018)	per kW
Network Service Rate	\$3.61
Connection Service Rates	
Line Connection Service Rate	\$0.95
Transformation Connection Service Rate	\$2.34

## Table 5.2: Hydro One Networks Inc. Sub-Transmission Host-RTSRs<sup>10</sup>

Current Approved Sub-Transmission Host RTSRs (2017)	per kW
Network Service Rate	\$3.19
Connection Service Rates	
Line Connection Service Rate	\$0.77
Transformation Connection Service Rate	\$1.75

### Findings

Entegrus Powerlines' proposed adjustment to its RTSRs for both rate zones is approved. The RTSRs were adjusted based on the current UTRs and host-RTSRs (for the Entegrus-Main rate zone), and for the current UTR's (for the Entegrus-St. Thomas rate zone).

The differences resulting from the approval of new 2019 RTSRs will be captured in Accounts 1584 and 1586 for future disposition.

## **6 GROUP 1 DEFERRAL AND VARIANCE ACCOUNTS**

In each year of an IRM term, the OEB will review a distributor's Group 1 deferral and variance accounts in order to determine whether their total balance should be

<sup>9</sup> Decision and Order, EB-2017-0359, February 1, 2018 <sup>10</sup> Decision and Order, EB-2016-0081, December 21, 2016. disposed.<sup>11</sup> OEB policy requires that Group 1 accounts be disposed if they exceed (as a debit or credit) a pre-set disposition threshold of \$0.001 per kWh, unless a distributor justifies why balances should not be disposed.<sup>12</sup> If the balance does not exceed the threshold, a distributor may elect to request disposition.

### **Entegrus-Main Rate Zone**

The 2017 actual year-end total balance relating to the Entegrus-Main rate zone Group 1 accounts including interest projected to April 30, 2019 is a debit of \$696,681. This amount represents a total debit claim of \$0.0008 per kWh, which does not exceed the disposition threshold. Entegrus Powerlines proposes the disposition of this debit amount over a period of 1 year.

Included in the balance of the Group 1 accounts is the Global Adjustment (GA) debit account balance of \$28,000. Costs for the commodity portion of its electricity service reflects the sum of two charges: the price of electricity established by the operation of the Independent Electricity System Operator (IESO) administered wholesale market, and the GA.<sup>13</sup>

The GA is paid by consumers in several different ways:

- For Regulated Price Plan (RPP) customers, the GA is incorporated into the standard commodity rates, therefore there is no variance account for the GA.
- Customers who participate in the Ontario Industrial Conservation Initiative program are referred to as "Class A" customers. These customers are assessed GA costs through a peak demand factor that is based on the percentage their demand contributes to the top five Ontario system peaks. This factor determines a Class A customer's allocation for a year-long billing period that starts in July every year. As distributors settle with Class A customers based on the actual GA costs there is no resulting variance.

<sup>&</sup>lt;sup>11</sup> Group 1 accounts track the differences between the costs that a distributor is billed for certain IESO and host distributor services (including the cost of power) and the associated revenues that the distributor receives from its customers for these services. The total net difference between these costs and revenues is disposed to customers through a temporary charge or credit known as a rate rider. <sup>12</sup> Report of the OEB – "Electricity Distributors' Deferral and Variance Account Review Initiative (EDDVAR)." EB-2008-0046, July 31, 2009.

<sup>&</sup>lt;sup>13</sup> The GA is established monthly, by the IESO, and varies in accordance with market conditions. It is the difference between the market price and the sum of the rates paid to regulated and contracted generators and conservation and demand management (demand response) program costs.

 "Class B" non-RPP customers pay the GA charge based on the amount of electricity they consume in a month (kWh). Class B non-RPP customers are billed GA based on the IESO published GA price. For Class B non-RPP customers, distributors track any difference between the billed amounts and actual costs in the GA Variance Account for disposal, once audited.

Under the general principle of cost causality, customer groups that cause variances should be responsible for paying (or receiving credits) for their disposal. The movement from one class to another should not prevent identifiable customers from paying down/receiving a debit/credit balance.

Entegrus Powerlines proposes the recovery of its GA variance account debit balance of \$28,000 as at December 31, 2017, including interest to April 30, 2019, in accordance with the following table.

Proposed Amounts	Proposed Method for Recovery
\$23,748 recovered from customers who were Class B for the entire period from January 2017 to December 2017	per kWh rate rider
\$4,253 recovered from customers formely in Class B during the period January 2017 to June 2017 who were reclassified to Class A	12 equal installments <sup>14</sup>

## Table 6.1: Recovery of GA Variance

The balance of the Group 1 accounts includes a credit of \$29,236 for the recovery of Capacity Based Recovery (CBR) charges for Class B customers related to the IESO's wholesale energy market for the Capacity Based Recovery program. Distributors paid CBR charges to the IESO in 2016 and recorded these to a dedicated sub-account. The disposition of this sub-account is impacted by whether or not a distributor had any customers who were part of Class A during the period from January 2017 to December 2017. The disposition is also impacted by whether or not the Class B CBR rate riders in the 2019 IRM Rate Generator Model<sup>15</sup> rounds to zero at the fourth decimal place in one or more rate classes.

The Entegrus-Main rate zone had Class A customers during the period from January 2017 to December 2017 but the CBR Class B rate riders calculated rounded to zero at

<sup>&</sup>lt;sup>14</sup> 2019 IRM Rate Generator Model, Tab 6.1a "GA Allocation"

<sup>&</sup>lt;sup>15</sup> 2019 IRM Rate Generator Model, Tab 6.2 "CBR B"

the fourth decimal place in one or more of the rate classes. In this event, the entire Account 1580 sub-account CBR Class B is added to the Account 1580 WMSC control account to be disposed through the general purpose Group 1 Deferral and Variance Account.

The remaining Group 1 accounts being sought for disposition, through the general purpose Deferral and Variance Account rate rider, include the following flow through variance accounts: Low Voltage Charges, Smart Meter Entity Charges, Wholesale Market Service Charges, Retail Transmission Service Charges, Commodity Power Charges, and Account 1595 residual balances. These Group 1 accounts have a total debit balance of \$668,681, which results in a charge to customers.

The balances proposed for disposition reconcile with the amounts reported as part of the OEB's *Electricity Reporting and Record-Keeping Requirements.*<sup>16</sup> Entegrus Powerlines further notes that its proposal for a one-year disposition period is in accordance with the OEB's policy.<sup>17</sup>

Earlier this year, the OEB suspended its approvals of Group 1 rate riders on a final basis. As stated in its letter to the sector dated July 20, 2018, the OEB will determine whether the riders will be approved on an interim basis or not approved at all (i.e. no disposition of account balances) on a case by case basis until further notice.<sup>18</sup>

### Entegrus-St. Thomas Rate Zone

Initially, the application sought to dispose the Entegrus-St. Thomas rate zone's 2015 through 2017 Group 1 accounts including interest projected to December 31, 2018. The credit balance was \$1,713,437. This amount represented a total credit claim of \$0.0062 per kWh, which exceeded the disposition threshold.

However, on September 28, 2018, Entegrus Powerlines filed an update to the application. Entegrus Powerlines noted that, in September 2018, a single metering configuration error was identified relating to the March 2017 installation of an interval meter for a new General Service greater than 50 kW account in the Entegrus-St. Thomas rate zone. This error had a material impact on the 2017 Group 1 deferral and variance account balances initially proposed for disposition. In response to OEB staff question #10, Entegrus Powerlines stated that the impact of the error was a refund of \$1,193,439 to the customer and that the error affected all Group 1 balances. In order to

<sup>&</sup>lt;sup>16</sup> Electricity Reporting and Record Keeping Requirements, Version dated May 3, 2016

<sup>&</sup>lt;sup>17</sup> Report of the OEB – "Electricity Distributors' Deferral and Variance Account Review Initiative (EDDVAR)." EB-2008-0046, July 31, 2009.

<sup>&</sup>lt;sup>18</sup> OEB letter to all rate-regulated licensed electricity distributors, Re: OEB's Plan to Standardize Processes to Improve Accuracy of Commodity Pass-Through Variance Accounts, July 20, 2018.

facilitate the timely completion of the current IRM process for rates effective January 1, 2019, Entegrus Powerlines asked to withdraw the request to dispose of the 2017 variance account balances and to only dispose of balances relating to the 2015 and 2016 year.

On November 16, 2018, Entegrus Powerlines provided further information (in response to OEB staff enquiries) relating to the Entegrus-St. Thomas rate zone. Entegrus Powerlines noted that as a result of merger-related activities and recent staff turnover, Entegrus Powerlines had encountered delays in preparing responses to OEB staff questions specific to its Account 1588, 1589 and 1595 balances. Entegrus Powerlines further noted that management had commenced conducting additional analysis but it would not be completed within the timelines of the current IRM process (for distribution rates effective January 1, 2019). Accordingly, Entegrus Powerlines also withdrew its request to dispose of its 2015 and 2016 Group 1 variance account balances.

## Findings

### Entegrus - Main Rate Zone

The OEB approves the disposition of a debit balance of \$696,681 as of December 31, 2017, including interest projected to April 30, 2019 for Group 1 accounts on an interim basis for the Entegrus-Main rate zone.

The following table identifies the principal and interest amounts which the OEB approves for disposition.

Account Name	Account Number	Principal Balance (\$) A	Interest Balance (\$) B	Total Claim (\$) C=A+B
LV Variance Account	1550	408,708	12,582	421,290
Smart Meter Entity Variance Charge	1551	(3,966)	(456)	(4,421)
RSVA - Wholesale Market Service Charge	1580	(807,324)	(25,556)	(832,880)
Variance WMS - Sub- account CBR Class B	1580	(28,071)	(1,165)	(29,236)
RSVA - Retail Transmission Network Charge	1584	208,555	6,571	215,126
RSVA - Retail Transmission Connection Charge	1586	368,553	10,202	378,755
RSVA – Power	1588	299,168	4,238	303,406
RSVA - Global Adjustment	1589	14,909	13,092	28,000
Disposition and Recovery of Regulatory Balances (2013)	1595	19,249	4,232	23,482
Disposition and Recovery of Regulatory Balances (2015)	1595	23,594	11,055	34,648
Disposition and Recovery of Regulatory Balances (2016)	1595	135,865	22,645	158,510
Totals for all Group 1 a	occounts	639,241	57,440	696,681

The balance of each of the Group 1 accounts approved for disposition shall be transferred to the applicable principal and interest carrying charge sub-accounts of Account 1595. Such transfer shall be pursuant to the requirements specified in Article 220, Account Descriptions, of the *Accounting Procedures Handbook for Electricity Distributors*.<sup>19</sup> The date of the transfer must be the same as the effective date for the

<sup>&</sup>lt;sup>19</sup> Accounting Procedures Handbook for Electricity Distributors, effective January 1, 2012.

associated rates, which is, generally, the start of the rate year. Entegrus Powerlines shall ensure these adjustments are included in the reporting period ending June 30, 2019 (Quarter 2).

The OEB approves these balances to be disposed through interim rate riders and charges as calculated in the Rate Generator Model. The interim rate riders and charges will be in effect over a one-year period from May 1, 2019 to April 30, 2020.<sup>20</sup>

### Entegrus - St. Thomas Rate Zone

The OEB accepts Entegrus Powerlines' withdrawal of the disposition of Group 1 account balances related to the Entegrus-St. Thomas rate zone. The OEB expects that Entegrus Powerlines will complete the additional analysis required in time for the disposition of 2015 through to 2018 accounts balances in its next Price Cap IR application.

## 7 LOST REVENUE ADJUSTMENT MECHANISM VARIANCE ACCOUNT BALANCE

Distributors have an OEB licence requirement to ensure conservation and demand management (CDM) programs are available to their customers. These programs result in reduced total energy consumption. To address the impact of the reduced consumption, OEB Policy established a Lost Revenue Adjustment Mechanism Variance Account (LRAMVA) to capture a distributor's revenue implications resulting from differences between actual load and the last OEB-approved load forecast.<sup>21</sup> These differences are recorded by distributors at the rate class level.

A distributor may apply for the disposition of the balance in the LRAMVA on an annual basis, as part of its IRM application, if the balance is deemed significant by the distributor. A request for the inclusion of lost revenues from demand response programs, as part of the LRAMVA, must be addressed through a cost of service application.<sup>22</sup>

<sup>&</sup>lt;sup>20</sup> 2019 IRM Rate Generator Model Tab 6.1 GA, Tab 6.1a GA Allocation, Tab 6.2 CBR B, Tab 6.2a CBR\_Allocation and Tab 7 Calculation of Def-Var RR.

<sup>&</sup>lt;sup>21</sup> Guidelines for Electricity Distributor Conservation and Demand Management, EB-2012-0003, April 26, 2012; and, Requirement Guidelines for Electricity Distributors Conservation and Demand Management, EB-2014-0278, December 19, 2014.

<sup>&</sup>lt;sup>22</sup> Report of the Ontario Energy Board – "Updated Policy for the Lost Revenue Adjustment Mechanism Calculation: Lost Revenues and Peak Demand Savings from Conservation and Demand Management Programs." EB-2016-0182, May 19, 2016.

### Entegrus-Main Rate Zone

Entegrus Powerlines originally applied to dispose its LRAMVA debit balance of \$152,720 for the Entegrus-Main rate zone. The balance consists of lost revenues in 2016 from CDM programs delivered during the period from 2014 to 2016, and carrying charges. Almost all of the LRAMVA claim is based on the IESO-verified results report.<sup>23</sup> As part of claiming demand savings for its streetlight projects, Entegrus Powerlines revised its business retrofit program savings to exclude the energy portion from its street light projects. Along with this change was an update to the Q4 2018 prescribed interest rate to calculate carrying charges, which resulted in a net decrease of \$844 and a revised LRAMVA debit balance of \$151,876.

Actual conservation savings claimed by Entegrus Powerlines were determined by the IESO.<sup>24</sup> Actual conservation savings were compared against Entegrus Powerlines' forecasted conservation savings of 7,138,571 kWh included in the load forecast, which was set out in Entegrus Powerlines' 2016 cost of service proceeding.<sup>25</sup>

### Entegrus-St. Thomas Rate Zone

Entegrus Powerlines originally requested the recovery of an LRAMVA debit balance of \$54,302 for the Entegrus-St. Thomas rate zone. The LRAMVA balance is made up of lost revenues in 2016 from CDM programs delivered from 2013 to 2016 and carrying charges. Almost all of the LRAMVA claim is based on the IESO-verified results report.<sup>26</sup> Entegrus Powerlines revised its Q4 2018 prescribed interest rate to calculate carrying charges, which resulted in an increase of \$37 and a revised LRAMVA debit balance of \$54,339.

Actual conservation savings for the vast majority of its LRAMVA claim were determined by the IESO.<sup>27</sup> Actual conservation savings were compared against Entegrus' forecast conservation savings of 4,068,000 kWh included in the load forecast, which was set out in the 2015 cost of service proceeding.<sup>28</sup>

<sup>&</sup>lt;sup>23</sup> About 2% of its LRAMVA is attributable to demand savings from street lighting upgrades to LED bulbs that were not included in the IESO-verified results report.

<sup>&</sup>lt;sup>24</sup> The Ontario Power Authority was responsible for CDM program evaluation prior to 2015.

<sup>&</sup>lt;sup>25</sup> Decision and Order, EB-2015-0061, March 17, 2016.

<sup>&</sup>lt;sup>26</sup> An extremely small portion of its LRAMVA, approximately 0.11% or \$60 of the total claim, is attributable to demand savings from street lighting upgrades. These are not included in the IESO-verified results report.

 <sup>&</sup>lt;sup>27</sup> The Ontario Power Authority was responsible for CDM program evaluation prior to 2015.
 <sup>28</sup> Decision and Order, EB-2014-0113, November 27, 2014

## Findings

The OEB finds that Entegrus Powerlines' LRAMVA balances for both rate zones have been calculated in accordance with the OEB's CDM-related guidelines and updated LRAMVA policy. The OEB approves the disposition of the LRAMVA debit balance for the Entegrus-Main rate zone of \$151,876, and for the Entegrus-St. Thomas rate zone of \$54,339, as set out in Table 7.1 below.

Account Name	Account Number	Actual CDM Savings (\$) A	Forecasted CDM Savings (\$) B	Carrying Charges (\$) C	Total Claim (\$) D=(A-B)+C
LRAMVA (Entegrus-Main Rate Zone)	1568	\$274,682	\$129,054	\$6,247	\$151,876
LRAMVA (Entegrus-St. Thomas Rate Zone)	1568	\$99,448	\$47,004	\$1,855	\$54,339

## Table 7.1 LRAMVA Balance for Disposition

## 8 RESIDENTIAL RATE DESIGN

All residential distribution rates currently include a fixed monthly charge and a variable usage charge. The OEB's residential rate design policy stipulates that distributors will transition residential customers to a fully fixed monthly distribution service charge over a four-year period, beginning in 2016.<sup>29</sup> This is the last year of Entegrus Powerlines' transition period for each of its two rate zones and, accordingly, 2019 is final year in which Entegrus Powerlines' rates will be adjusted upwards by more than the mechanistic adjustment alone. Both rate zones have transitioned to a fully fixed structure.

The OEB expects an applicant to apply two tests to evaluate whether mitigation of bill impacts for customers is required during the transition period. Mitigation usually takes the form of a lengthening of the transition period. The first test is to calculate the change in the monthly fixed charge, and to consider mitigation if it exceeds \$4.00. The second is to calculate the total bill impact of the proposals for low volume residential customers (defined as those residential RPP customers whose consumption is at the 10<sup>th</sup>

<sup>&</sup>lt;sup>29</sup> As outlined in the Policy cited at footnote 1 above.

percentile for the class). Mitigation may be required if the bill impact related to the application exceeds 10% for these customers.

Entegrus Powerlines notes that the implementation of the transition results in an increase to the fixed charge prior to the price cap adjustment of \$1.67 for the Entegrus-Main rate zone and \$2.86 for the Entegrus-St. Thomas rate zone. The bill impacts arising from the proposals in each of the rate zones, including the fixed rate change, are below 10% for low volume residential customers.

### Findings

The OEB finds that the proposed 2019 increases to the monthly fixed charges for both of Entegrus Powerlines' rate zones are calculated in accordance with the OEB's residential rate design policy. The results of the monthly fixed charge, and total bill impact for low consumption residential consumers, demonstrate that no mitigation is required. The OEB approves the increase as proposed by the applicant and calculated in the final Rate Generator Model.

## **9 IMPLEMENTATION AND ORDER**

This Decision is accompanied by a Rate Generator Model, applicable supporting models, and a Tariff of Rates and Charges for each of the rate zones.

Model entries were reviewed in order to ensure that they are in accordance with Entegrus Powerlines' and St. Thomas Energy's last cost of service decision, and to ensure that the 2018 OEB-approved Tariff of Rates and Charges, as well as the cost, revenue and consumption results from 2017, are as reported (pre-merger) by Entegrus Powerlines and St. Thomas Energy to the OEB.

The Rate Generator Models were adjusted, where applicable, to correct any discrepancies. The Rate Generator Models incorporate the rates set out in the following table.

### Table 9.1: Regulatory Charges

Rate	per kWh
Rural or Remote Electricity Rate Protection (RRRP)	\$0.0003
Wholesale Market Service (WMS) billed to Class A and B Customers	\$0.0032
Capacity Based Recovery (CBR) billed to Class B Customers	\$0.0004

Each of these rates is a component of the "Regulatory Charge" on a customer's bill, established annually by the OEB through a separate, generic order. The RRRP, WMS and CBR rates were set by the OEB on December 20, 2017.<sup>30</sup>

The Smart Metering Entity Charge is a component of the "Distribution Charge" on a customer's bill, established by the OEB through a separate order. The Smart Metering Entity Charge was set by the OEB on March 1, 2018.<sup>31</sup>

### THE ONTARIO ENERGY BOARD ORDERS THAT

- The Tariff of Rates and Charges set out in Schedule A of this Decision and Rate Order is approved effective January 1, 2019 for the Entegrus-St. Thomas rate zone for electricity consumed or estimated to have been consumed on and after such date. Entegrus Powerlines Inc. shall notify its customers of the rate changes no later than the delivery of the first bill reflecting the new final and interim rates.
- 2. The Tariff of Rates and Charges set out in Schedule B of this Decision and Rate Order is approved effective May 1, 2019 for the Entegrus-Main rate zone for electricity consumed or estimated to have been consumed on and after such date. Entegrus Powerlines Inc. shall notify its customers of the rate changes no later than the delivery of the first bill reflecting the new final and interim rates.

<sup>&</sup>lt;sup>30</sup> Decision and Order, EB-2017-0333, December 20, 2017.

<sup>&</sup>lt;sup>31</sup> Decision and Order, EB-2017-0290, March 1, 2018.

## **DATED** at Toronto, December 13, 2018

## **ONTARIO ENERGY BOARD**

Original Signed By

Kirsten Walli Board Secretary

## Schedule A

To Decision and Rate Order

Tariff of Rates and Charges for Entegrus-St. Thomas Rate Zone

OEB File No: EB-2018-0024

DATED: December 13, 2018

Effective and Implementation Date January 1, 2019 This schedule supersedes and replaces all previously approved schedules of Rates, Charges and Loss Factors

EB-2018-0024

### **RESIDENTIAL SERVICE CLASSIFICATION**

This classification refers to an account taking electricity at 750 volts or less where the electricity is used exclusively in a separately metered living accommodation. Customers shall be residing in single-dwelling units that consist of a detached house or one unit of a semi-detached, duplex, triplex or quadruplex house, with a residential zoning. Separately metered dwellings within a town house complex or apartment building also qualify as residential customers. Class B consumers are defined in accordance with O. Reg. 429/04. Further servicing details are available in the distributor's Conditions of Service.

#### APPLICATION

The application of these rates and charges shall be in accordance with the Licence of the Distributor and any Code or Order of the Ontario Energy Board, and amendments thereto as approved by the Ontario Energy Board, which may be applicable to the administration of this schedule.

No rates and charges for the distribution of electricity and charges to meet the costs of any work or service done or furnished for the purpose of the distribution of electricity shall be made except as permitted by this schedule, unless required by the Distributor's Licence or a Code or Order of the Ontario Energy Board, and amendments thereto as approved by the Ontario Energy Board, or as specified herein.

Unless specifically noted, this schedule does not contain any charges for the electricity commodity, be it under the Regulated Price Plan, a contract with a retailer or the wholesale market price, as applicable. In addition, the charges in the MONTHLY RATES AND CHARGES - Regulatory Component of this schedule do not apply to a customer that is an embedded wholesale market participant.

It should be noted that this schedule does not list any charges, assessments, or credits that are required by law to be invoiced by a distributor and that are not subject to Ontario Energy Board approval, such as the Debt Retirement Charge, the Global Adjustment and the HST.

Service Charge	\$	26.76
Smart Metering Entity Charge - effective until December 31, 2022	\$	0.57
Rate Rider for Recovery of Stranded Meter Assets - effective until December 31, 2019 Rate Rider for Disposition of Lost Revenue Adjustment Mechanism Variance Account (LRAMVA) (2019)	\$	0.37
- effective until December 31, 2019	\$/kWh	0.0002
Retail Transmission Rate - Network Service Rate	\$/kWh	0.0067
Retail Transmission Rate - Line and Transformation Connection Service Rate	\$/kWh	0.0065
MONTHLY RATES AND CHARGES - Regulatory Component		
Wholesale Market Service Rate (WMS) - not including CBR	\$/kWh	0.0032
Capacity Based Recovery (CBR) - Applicable for Class B Customers	\$/kWh	0.0004
Rural or Remote Electricity Rate Protection Charge (RRRP)	\$/kWh	0.0003
Standard Supply Service - Administrative Charge (if applicable)	\$	0.25

Effective and Implementation Date January 1, 2019 This schedule supersedes and replaces all previously approved schedules of Rates, Charges and Loss Factors

EB-2018-0024

### **GENERAL SERVICE LESS THAN 50 KW SERVICE CLASSIFICATION**

This classification refers to a non residential account taking electricity at 750 volts or less whose monthly average peak demand is less than, or is forecast to be less than, 50 kW. Class B consumers are defined in accordance with O. Reg. 429/04. Further servicing details are available in the distributor's Conditions of Service.

#### APPLICATION

The application of these rates and charges shall be in accordance with the Licence of the Distributor and any Code or Order of the Ontario Energy Board, and amendments thereto as approved by the Ontario Energy Board, which may be applicable to the administration of this schedule.

No rates and charges for the distribution of electricity and charges to meet the costs of any work or service done or furnished for the purpose of the distribution of electricity shall be made except as permitted by this schedule, unless required by the Distributor's Licence or a Code or Order of the Ontario Energy Board, and amendments thereto as approved by the Ontario Energy Board, or as specified herein.

Unless specifically noted, this schedule does not contain any charges for the electricity commodity, be it under the Regulated Price Plan, a contract with a retailer or the wholesale market price, as applicable. In addition, the charges in the MONTHLY RATES AND CHARGES - Regulatory Component of this schedule do not apply to a customer that is an embedded wholesale market participant.

It should be noted that this schedule does not list any charges, assessments, or credits that are required by law to be invoiced by a distributor and that are not subject to Ontario Energy Board approval, such as the Debt Retirement Charge, the Global Adjustment and the HST.

Ser	vice Charge	\$	24.55
Sma	art Metering Entity Charge - effective until December 31, 2022	\$	0.57
Rat	e Rider for Recovery of Stranded Meter Assets - effective until December 31, 2019	\$	0.79
Rat	ribution Volumetric Rate e Rider for Disposition of Lost Revenue Adjustment Mechanism Variance Account (LRAMVA) (2019)	\$/kWh	0.0167
-	effective until December 31, 2019	\$/kWh	0.0005
Ret	ail Transmission Rate - Network Service Rate	\$/kWh	0.0067
Ret	ail Transmission Rate - Line and Transformation Connection Service Rate	\$/kWh	0.0060
МС	ONTHLY RATES AND CHARGES - Regulatory Component		
Whe	olesale Market Service Rate (WMS) - not including CBR	\$/kWh	0.0032
Cap	acity Based Recovery (CBR) - Applicable for Class B Customers	\$/kWh	0.0004
Rur	al or Remote Electricity Rate Protection Charge (RRRP)	\$/kWh	0.0003
Sta	ndard Supply Service - Administrative Charge (if applicable)	\$	0.25

Effective and Implementation Date January 1, 2019 This schedule supersedes and replaces all previously approved schedules of Rates, Charges and Loss Factors

EB-2018-0024

### **GENERAL SERVICE 50 TO 4,999 KW SERVICE CLASSIFICATION**

This classification refers to a non residential account whose monthly average peak demand is equal to or greater than, or is forecast to be equal to or greater than 50 kW but less than 5,000 kW. Class A and Class B consumers are defined in accordance with O. Reg. 429/04. Further servicing details are available in the distributor's Conditions of Service.

#### APPLICATION

The application of these rates and charges shall be in accordance with the Licence of the Distributor and any Code or Order of the Ontario Energy Board, and amendments thereto as approved by the Ontario Energy Board, which may be applicable to the administration of this schedule.

No rates and charges for the distribution of electricity and charges to meet the costs of any work or service done or furnished for the purpose of the distribution of electricity shall be made except as permitted by this schedule, unless required by the Distributor's Licence or a Code or Order of the Ontario Energy Board, and amendments thereto as approved by the Ontario Energy Board, or as specified herein.

Unless specifically noted, this schedule does not contain any charges for the electricity commodity, be it under the Regulated Price Plan, a contract with a retailer or the wholesale market price, as applicable. In addition, the charges in the MONTHLY RATES AND CHARGES - Regulatory Component of this schedule do not apply to a customer that is an embedded wholesale market participant.

It should be noted that this schedule does not list any charges, assessments, or credits that are required by law to be invoiced by a distributor and that are not subject to Ontario Energy Board approval, such as the Debt Retirement Charge, the Global Adjustment and the HST.

Service Charge	\$	76.48
Distribution Volumetric Rate	\$/kW	3.6613
Rate Rider for Disposition of Lost Revenue Adjustment Mechanism Variance Account (LRAMVA) (2019) - effective until December 31, 2019	\$/kW	0.0446
Retail Transmission Rate - Network Service Rate	\$/kW	2.6959
Retail Transmission Rate - Line and Transformation Connection Service Rate	\$/kW	2.4560
MONTHLY RATES AND CHARGES - Regulatory Component		
MONTHLY RATES AND CHARGES - Regulatory Component Wholesale Market Service Rate (WMS) - not including CBR	\$/kWh	0.0032
	\$/kWh \$/kWh	0.0032 0.0004
Wholesale Market Service Rate (WMS) - not including CBR	•	

Effective and Implementation Date January 1, 2019 This schedule supersedes and replaces all previously approved schedules of Rates, Charges and Loss Factors

EB-2018-0024

### SENTINEL LIGHTING SERVICE CLASSIFICATION

This classification refers to an account for individual lighting on private property controlled by photo cells. The consumption for these customers will be based on the calculated connected load times the required lighting times established in the approved Ontario Energy Board street lighting load shape template. Class B consumers are defined in accordance with O. Reg. 429/04. Further servicing details are available in the distributor's Conditions of Service.

#### APPLICATION

The application of these rates and charges shall be in accordance with the Licence of the Distributor and any Code or Order of the Ontario Energy Board, and amendments thereto as approved by the Ontario Energy Board, which may be applicable to the administration of this schedule.

No rates and charges for the distribution of electricity and charges to meet the costs of any work or service done or furnished for the purpose of the distribution of electricity shall be made except as permitted by this schedule, unless required by the Distributor's Licence or a Code or Order of the Ontario Energy Board, and amendments thereto as approved by the Ontario Energy Board, or as specified herein.

Unless specifically noted, this schedule does not contain any charges for the electricity commodity, be it under the Regulated Price Plan, a contract with a retailer or the wholesale market price, as applicable. In addition, the charges in the MONTHLY RATES AND CHARGES - Regulatory Component of this schedule do not apply to a customer that is an embedded wholesale market participant.

It should be noted that this schedule does not list any charges, assessments, or credits that are required by law to be invoiced by a distributor and that are not subject to Ontario Energy Board approval, such as the Debt Retirement Charge, the Global Adjustment and the HST.

Service Charge (per connection)	\$	4.95
Distribution Volumetric Rate	\$/kW	5.9875
Retail Transmission Rate - Network Service Rate	\$/kW	1.6944
Retail Transmission Rate - Line and Transformation Connection Service Rate	\$/kW	1.5427
MONTHLY RATES AND CHARGES - Regulatory Component		

Wholesale Market Service Rate (WMS) - not including CBR	\$/kWh	0.0032
Capacity Based Recovery (CBR) - Applicable for Class B Customers	\$/kWh	0.0004
Rural or Remote Electricity Rate Protection Charge (RRRP)	\$/kWh	0.0003
Standard Supply Service - Administrative Charge (if applicable)	\$	0.25

Effective and Implementation Date January 1, 2019 This schedule supersedes and replaces all previously approved schedules of Rates, Charges and Loss Factors

EB-2018-0024

### STREET LIGHTING SERVICE CLASSIFICATION

This classification refers to an account for roadway lighting with a Municipality, Regional Municipality, Ministry of Transportation and private roadway lighting operation, controlled by photo cells. The consumption for these customers will be based on the calculated connected load times the required lighting times established in the approved Ontario Energy Board street lighting shape template. Class B consumers are defined in accordance with O. Reg. 429/04. Further servicing details are available in the distributor's Conditions of Service.

#### APPLICATION

The application of these rates and charges shall be in accordance with the Licence of the Distributor and any Code or Order of the Ontario Energy Board, and amendments thereto as approved by the Ontario Energy Board, which may be applicable to the administration of this schedule.

No rates and charges for the distribution of electricity and charges to meet the costs of any work or service done or furnished for the purpose of the distribution of electricity shall be made except as permitted by this schedule, unless required by the Distributor's Licence or a Code or Order of the Ontario Energy Board, and amendments thereto as approved by the Ontario Energy Board, or as specified herein.

Unless specifically noted, this schedule does not contain any charges for the electricity commodity, be it under the Regulated Price Plan, a contract with a retailer or the wholesale market price, as applicable. In addition, the charges in the MONTHLY RATES AND CHARGES - Regulatory Component of this schedule do not apply to a customer that is an embedded wholesale market participant.

It should be noted that this schedule does not list any charges, assessments, or credits that are required by law to be invoiced by a distributor and that are not subject to Ontario Energy Board approval, such as the Debt Retirement Charge, the Global Adjustment and the HST.

#### **MONTHLY RATES AND CHARGES - Delivery Component**

Service Charge (per connection)	\$	3.78
Distribution Volumetric Rate Rate Rider for Disposition of Lost Revenue Adjustment Mechanism Variance Account (LRAMVA) (2019)	\$/kW	0.0369
- effective until December 31, 2019	\$/kW	0.0193
Retail Transmission Rate - Network Service Rate	\$/kW	2.0788
Retail Transmission Rate - Line and Transformation Connection Service Rate	\$/kW	1.8937
MONTHLY RATES AND CHARGES - Regulatory Component		
	* " "	0.0032
Wholesale Market Service Rate (WMS) - not including CBR	\$/kWh	0.0032
Capacity Based Recovery (CBR) - Applicable for Class B Customers	\$/kWh \$/kWh	0.0032

Standard Supply Service - Administrative Charge (if applicable)

0.25

\$

Effective and Implementation Date January 1, 2019 This schedule supersedes and replaces all previously approved schedules of Rates, Charges and Loss Factors

EB-2018-0024

### microFIT SERVICE CLASSIFICATION

This classification applies to an electricity generation facility contracted under the Independent Electricity System Operator's microFIT program and connected to the distributor's distribution system. Further servicing details are available in the distributor's Conditions of Service.

#### APPLICATION

The application of these rates and charges shall be in accordance with the Licence of the Distributor and any Code or Order of the Ontario Energy Board, and amendments thereto as approved by the Ontario Energy Board, which may be applicable to the administration of this schedule.

No rates and charges for the distribution of electricity and charges to meet the costs of any work or service done or furnished for the purpose of the distribution of electricity shall be made except as permitted by this schedule, unless required by the Distributor's Licence or a Code or Order of the Ontario Energy Board, and amendments thereto as approved by the Ontario Energy Board, or as specified herein.

Unless specifically noted, this schedule does not contain any charges for the electricity commodity, be it under the Regulated Price Plan, a contract with a retailer or the wholesale market price, as applicable.

It should be noted that this schedule does not list any charges, assessments, or credits that are required by law to be invoiced by a distributor and that are not subject to Ontario Energy Board approval, such as the Debt Retirement Charge, the Global Adjustment and the HST.

Service Charge	\$	10.00
ALLOWANCES		
Transformer Allowance for Ownership - per kW of billing demand/month	\$/kW	(0.60)
Primary Metering Allowance for Transformer Losses - applied to measured demand & energy	%	(1.00)

Effective and Implementation Date January 1, 2019 This schedule supersedes and replaces all previously approved schedules of Rates, Charges and Loss Factors

EB-2018-0024

### SPECIFIC SERVICE CHARGES

#### APPLICATION

The application of these rates and charges shall be in accordance with the Licence of the Distributor and any Code or Order of the Ontario Energy Board, and amendments thereto as approved by the Ontario Energy Board, which may be applicable to the administration of this schedule.

No charges to meet the costs of any work or service done or furnished for the purpose of the distribution of electricity shall be made except as permitted by this schedule, unless required by the Distributor's Licence or a Code or Order of the Ontario Energy Board, and amendments thereto as approved by the Ontario Energy Board, or as specified herein.

It should be noted that this schedule does not list any charges, assessments, or credits that are required by law to be invoiced by a distributor and that are not subject to Ontario Energy Board approval, such as the Debt Retirement Charge, the Global Adjustment and the HST.

#### Customer Administration

Arrears certificate	\$	15.00
Statement of account	\$	15.00
Pulling post dated cheques	\$	15.00
Duplicate invoices for previous billing	\$	15.00
Request for other billing information	\$	15.00
Easement Letter	\$	15.00
Income tax letter	\$	15.00
Notification charge	\$	15.00
Account history	\$	15.00
Credit reference/credit check (plus credit agency costs)	\$	15.00
Returned cheque (plus bank charges)	\$	15.00
Charge to certify cheque	\$	15.00
Legal letter charge	\$	15.00
Account set up charge/change of occupancy charge (plus credit agency costs if applicable)	\$	30.00
Special meter reads	\$	30.00
Meter dispute charge plus Measurement Canada fees (if meter found correct)	\$	30.00
Non-Payment of Account		
Late payment - per month	%	1.50
Late payment - per annum	%	19.56
Collection of account charge - no disconnection	\$	30.00
Collection of account charge - no disconnection - after regular hours	\$	165.00
Disconnect/reconnect at meter - during regular hours	\$	65.00
Disconnect/reconnect at meter - after regular hours	\$	185.00
Disconnect/reconnect at pole - during regular hours	\$	185.00
Disconnect/reconnect at pole - after regular hours	\$	415.00
Install/remove load control device - during regular hours	\$	65.00
Install/remove load control device - after regular hours	\$	185.00
Other		
Specific charge for access to the power poles - \$/pole/year		
(with the exception of wireless attachments)	\$	43.63
Disconnect/Reconnect at customer's request - at meter during regular hours	\$	65.00

Effective and Implementation Date January 1, 2019 This schedule supersedes and replaces all previously approved schedules of Rates, Charges and Loss Factors

EB-2018-0024

### **RETAIL SERVICE CHARGES (if applicable)**

The application of these rates and charges shall be in accordance with the Licence of the Distributor and any Code or Order of the Ontario Energy Board, and amendments thereto as approved by the Ontario Energy Board, which may be applicable to the administration of this schedule.

No rates and charges for the distribution of electricity and charges to meet the costs of any work or service done or furnished for the purpose of the distribution of electricity shall be made except as permitted by this schedule, unless required by the Distributor's Licence or a Code or Order of the Ontario Energy Board, and amendments thereto as approved by the Ontario Energy Board, or as specified herein.

Unless specifically noted, this schedule does not contain any charges for the electricity commodity, be it under the Regulated Price Plan, a contract with a retailer or the wholesale market price, as applicable.

It should be noted that this schedule does not list any charges, assessments, or credits that are required by law to be invoiced by a distributor and that are not subject to Ontario Energy Board approval, such as the Debt Retirement Charge, the Global Adjustment and the HST.

Retail Service Charges refer to services provided by a distributor to retailers or customers related to the supply of competitive electricity.

One-time charge, per retailer, to establish the service agreement between the distributor and the retailer	\$	100.00
Monthly Fixed Charge, per retailer	\$	20.00
Monthly Variable Charge, per customer, per retailer	\$/cust.	0.50
Distributor-consolidated billing monthly charge, per customer, per retailer	\$/cust.	0.30
Retailer-consolidated billing monthly credit, per customer, per retailer	\$/cust.	(0.30)
Service Transaction Requests (STR)		
Request fee, per request, applied to the requesting party	\$	0.25
Processing fee, per request, applied to the requesting party	\$	0.50
Request for customer information as outlined in Section 10.6.3 and Chapter 11 of the Retail		
Settlement Code directly to retailers and customers, if not delivered electronically through the		
Electronic Business Transaction (EBT) system, applied to the requesting party		
Up to twice a year	\$	no charge
More than twice a year, per request (plus incremental delivery costs)	\$	2.00

## LOSS FACTORS

 If the distributor is not capable of prorating changed loss factors jointly with distribution rates, the revised loss factors will be implemented upon the first subsequent billing for each billing cycle.

 Total Loss Factor - Secondary Metered Customer < 5,000 kW</td>
 1.0393

 Total Loss Factor - Primary Metered Customer < 5,000 kW</td>
 1.0289

Schedule B

To Decision and Rate Order

Tariff of Rates and Charges for Entegrus-Main Rate Zone

OEB File No: EB-2018-0024

DATED: December 13, 2018

CORRECTED: December 18, 2018

Effective and Implementation Date May 1, 2019 This schedule supersedes and replaces all previously approved schedules of Rates, Charges and Loss Factors

### **RESIDENTIAL SERVICE CLASSIFICATION**

This classification applies to an account taking electricity at 750 volts or less and includes:

1) All services supplied to single-family dwelling units for domestic or household purposes,

2) All multi-unit residential establishments such as apartments of 6 or less units.

3) If a service supplies a combination of residential and commercial load and wiring does not permit separate metering, the classification of this customer will be determined individually by the distributor.

Class B consumers are defined in accordance with O. Reg. 429/04. Further servicing details are available in the distributor's Conditions of Service.

#### APPLICATION

The application of these rates and charges shall be in accordance with the Licence of the Distributor and any Code or Order of the Ontario Energy Board, and amendments thereto as approved by the Ontario Energy Board, which may be applicable to the administration of this schedule.

No rates and charges for the distribution of electricity and charges to meet the costs of any work or service done or furnished for the purpose of the distribution of electricity shall be made except as permitted by this schedule, unless required by the Distributor's Licence or a Code or Order of the Ontario Energy Board, and amendments thereto as approved by the Ontario Energy Board, or as specified herein.

Unless specifically noted, this schedule does not contain any charges for the electricity commodity, be it under the Regulated Price Plan, a contract with a retailer or the wholesale market price, as applicable. In addition, the charges in the MONTHLY RATES AND CHARGES - Regulatory Component of this schedule do not apply to a customer that is an embedded wholesale market participant.

It should be noted that this schedule does not list any charges, assessments or credits that are required by law to be invoiced by a distributor and that are not subject to Ontario Energy Board approval, such as the Debt Retirement Charge, the Global Adjustment, and the HST.

#### **MONTHLY RATES AND CHARGES - Delivery Component**

Service Charge	\$	24.90
Smart Metering Entity Charge - effective until December 31, 2022	\$	0.57
Low Voltage Service Rate	\$/kWh	0.0017
Rate Rider for Disposition of Global Adjustment Account (2019) - effective until April 30, 2020 Applicable only for Non-RPP Customers - Approved on an Interim Basis	\$/kWh	0.0001
Rate Rider for Disposition of Lost Revenue Adjustment Mechanism Variance Account (LRAMVA) (2019) - effective until April 30, 2020	\$/kWh	0.0001
Rate Rider for Disposition of Deferral/Variance Accounts (2019) - effective until April 30, 2020 - Approved on an Interim Basis	\$/kWh	0.0007
Retail Transmission Rate - Network Service Rate	\$/kWh	0.0067
Retail Transmission Rate - Line and Transformation Connection Service Rate	\$/kWh	0.0057
MONTHLY RATES AND CHARGES - Regulatory Component		
Wholesale Market Service Rate (WMS) - not including CBR	\$/kWh	0.0032
Capacity Based Recovery (CBR) - Applicable for Class B Customers	\$/kWh	0.0004
Rural or Remote Electricity Rate Protection Charge (RRRP)	\$/kWh	0.0003
Standard Supply Service - Administrative Charge (if applicable)	\$	0.25

EB-2018-0024

Effective and Implementation Date May 1, 2019 This schedule supersedes and replaces all previously approved schedules of Rates, Charges and Loss Factors

EB-2018-0024

### **GENERAL SERVICE LESS THAN 50 KW SERVICE CLASSIFICATION**

This classification applies to a non-residential account taking electricity at 750 volts or less whose average monthly maximum gross demand over a period of 12 consecutive months is less than, or is forecast to be less than, 50 kW and includes multi-unit residential establishments such as apartment buildings supplied through one service (bulk-metered) with greater than 6 units. Class B consumers are defined in accordance with O. Reg. 429/04. Further servicing details are available in the distributor's Conditions of Service.

#### APPLICATION

The application of these rates and charges shall be in accordance with the Licence of the Distributor and any Code or Order of the Ontario Energy Board, and amendments thereto as approved by the Ontario Energy Board, which may be applicable to the administration of this schedule.

No rates and charges for the distribution of electricity and charges to meet the costs of any work or service done or furnished for the purpose of the distribution of electricity shall be made except as permitted by this schedule, unless required by the Distributor's Licence or a Code or Order of the Ontario Energy Board, and amendments thereto as approved by the Ontario Energy Board, or as specified herein.

Unless specifically noted, this schedule does not contain any charges for the electricity commodity, be it under the Regulated Price Plan, a contract with a retailer or the wholesale market price, as applicable. In addition, the charges in the MONTHLY RATES AND CHARGES - Regulatory Component of this schedule do not apply to a customer that is an embedded wholesale market participant.

It should be noted that this schedule does not list any charges, assessments or credits that are required by law to be invoiced by a distributor and that are not subject to Ontario Energy Board approval, such as the Debt Retirement Charge, the Global Adjustment, and the HST.

Service Charge	\$	31.26
Smart Metering Entity Charge - effective until December 31, 2022	\$	0.57
Distribution Volumetric Rate	\$/kWh	0.0103
Low Voltage Service Rate Rate Rider for Disposition of Global Adjustment Account (2019) - effective until April 30, 2020	\$/kWh	0.0015
Applicable only for Non-RPP Customers - Approved on an Interim Basis	\$/kWh	0.0001
Rate Rider for Disposition of Lost Revenue Adjustment Mechanism Variance Account (LRAMVA) (2019) - effective until April 30, 2020	\$/kWh	0.0001
Rate Rider for Disposition of Deferral/Variance Accounts (2019) - effective until April 30, 2020 - Approved on an Interim Basis	\$/kWh	0.0008
Retail Transmission Rate - Network Service Rate	\$/kWh	0.0059
Retail Transmission Rate - Line and Transformation Connection Service Rate	\$/kWh	0.0050
MONTHLY RATES AND CHARGES - Regulatory Component		
Wholesale Market Service Rate (WMS) - not including CBR	\$/kWh	0.0032
Capacity Based Recovery (CBR) - Applicable for Class B Customers	\$/kWh	0.0004
Rural or Remote Electricity Rate Protection Charge (RRRP)	\$/kWh	0.0003
Standard Supply Service - Administrative Charge (if applicable)	\$	0.25

Effective and Implementation Date May 1, 2019 This schedule supersedes and replaces all previously approved schedules of Rates, Charges and Loss Factors

EB-2018-0024

### **GENERAL SERVICE 50 TO 4,999 KW SERVICE CLASSIFICATION**

This classification applies to a non-residential account whose average monthly maximum gross demand over a period of 12 consecutive months is equal to or greater than, or is forecast to be equal to or greater than, 50 kW but less than 5,000 kW. Class A and Class B customers are defined in accordance with O.Reg.429/04. Further servicing details are available in the distributor's Conditions of Service.

#### APPLICATION

The application of these rates and charges shall be in accordance with the Licence of the Distributor and any Code or Order of the Ontario Energy Board, and amendments thereto as approved by the Ontario Energy Board, which may be applicable to the administration of this schedule.

No rates and charges for the distribution of electricity and charges to meet the costs of any work or service done or furnished for the purpose of the distribution of electricity shall be made except as permitted by this schedule, unless required by the Distributor's Licence or a Code or Order of the Ontario Energy Board, and amendments thereto as approved by the Ontario Energy Board, or as specified herein.

Unless specifically noted, this schedule does not contain any charges for the electricity commodity, be it under the Regulated Price Plan, a contract with a retailer or the wholesale market price, as applicable. In addition, the charges in the MONTHLY RATES AND CHARGES - Regulatory Component of this schedule do not apply to a customer that is an embedded wholesale market participant.

The rate rider for the disposition of Global Adjustment is only applicable to non-RPP Class B customers. It is not applicable to wholesale market participants (WMP), customers that transitioned between Class A and Class B during the variance account accumulation period, or to customers that were in Class A for the entire period. Customers who transitioned are to be charged or refunded their share of the variance disposed through customer specific billing adjustments. This rate rider is to be consistently applied for the entire period to the sunset date of the rate rider. In addition, this rate rider is applicable to all new non-RPP Class B customers.

It should be noted that this schedule does not list any charges, assessments or credits that are required by law to be invoiced by a distributor and that are not subject to Ontario Energy Board approval, such as the Debt Retirement Charge, the Global Adjustment, and the HST.

	¢	
Service Charge	\$	101.36
Distribution Volumetric Rate	\$/kW	3.3573
Low Voltage Service Rate (see Note 1)	\$/kW	0.6201
Rate Rider for Disposition of Global Adjustment Account (2019) - effective until April 30, 2020 Applicable only for Non-RPP Customers - Approved on an Interim Basis	\$/kWh	0.0001
Rate Rider for Disposition of Lost Revenue Adjustment Mechanism Variance Account (LRAMVA) (2019) - effective until April 30, 2020	\$/kW	0.0852
Rate Rider for Disposition of Deferral/Variance Accounts (2019) - effective until April 30, 2020 Applicable only for Non-Wholesale Market Participants - Approved on an Interim Basis	\$/kW	(0.2327)
Rate Rider for Disposition of Deferral/Variance Accounts (2019) - effective until April 30, 2020 - Approved on an Interim Basis	\$/kW	0.5305
Retail Transmission Rate - Network Service Rate	\$/kW	2.5821
Retail Transmission Rate - Line and Transformation Connection Service Rate (see Note 1)	\$/kW	2.1487
MONTHLY RATES AND CHARGES - Regulatory Component		
Wholesale Market Service Rate (WMS) - not including CBR	\$/kWh	0.0032
Capacity Based Recovery (CBR) - Applicable for Class B Customers	\$/kWh	0.0004
Rural or Remote Electricity Rate Protection Charge (RRRP)	\$/kWh	0.0003
Standard Supply Service - Administrative Charge (if applicable)	\$	0.25

Effective and Implementation Date May 1, 2019 This schedule supersedes and replaces all previously approved schedules of Rates, Charges and Loss Factors

EB-2018-0024

### LARGE USE SERVICE CLASSIFICATION

This classification applies to an account whose average monthly maximum gross demand over a period of 12 consecutive months is equal to or greater than, or is forecast to be equal to or greater than, 5,000 kW. Class A and Class B consumers are defined in accordance with O. Reg. 429/04. Further servicing details are available in the distributor's Conditions of Service.

#### APPLICATION

The application of these rates and charges shall be in accordance with the Licence of the Distributor and any Code or Order of the Ontario Energy Board, and amendments thereto as approved by the Ontario Energy Board, which may be applicable to the administration of this schedule.

No rates and charges for the distribution of electricity and charges to meet the costs of any work or service done or furnished for the purpose of the distribution of electricity shall be made except as permitted by this schedule, unless required by the Distributor's Licence or a Code or Order of the Ontario Energy Board, and amendments thereto as approved by the Ontario Energy Board, or as specified herein.

Unless specifically noted, this schedule does not contain any charges for the electricity commodity, be it under the Regulated Price Plan, a contract with a retailer or the wholesale market price, as applicable. In addition, the charges in the MONTHLY RATES AND CHARGES - Regulatory Component of this schedule do not apply to a customer that is an embedded wholesale market participant.

The rate rider for the disposition of Global Adjustment is only applicable to non-RPP Class B customers. It is not applicable to WMP, customers that transitioned between Class A and Class B during the variance account accumulation period, or to customers that were in Class A for the entire period. Customers who transitioned are to be charged or refunded their share of the variance disposed through customer specific billing adjustments. This rate rider is to be consistently applied for the entire period to the sunset date of the rate rider. In addition, this rate rider is applicable to all new non-RPP Class B customers.

It should be noted that this schedule does not list any charges, assessments or credits that are required by law to be invoiced by a distributor and that are not subject to Ontario Energy Board approval, such as the Debt Retirement Charge, the Global Adjustment, and the HST.

Service Charge	\$	1,546.80
Distribution Volumetric Rate	\$/kW	2.3622
Low Voltage Service Rate (see Note 1)	\$/kW	0.6818
Rate Rider for Disposition of Global Adjustment Account (2019) - effective until April 30, 2020 Applicable only for Non-RPP Customers - Approved on an Interim Basis	\$/kWh	0.0001
Rate Rider for Disposition of Lost Revenue Adjustment Mechanism Variance Account (LRAMVA) (2019) - effective until April 30, 2020	\$/kW	0.0164
Rate Rider for Disposition of Deferral/Variance Accounts (2019) - effective until April 30, 2020 - Approved on an Interim Basis	\$/kW	0.1262
Retail Transmission Rate - Network Service Rate	\$/kW	2.7398
Retail Transmission Rate - Line and Transformation Connection Service Rate (see Note 1)	\$/kW	2.3623
MONTHLY RATES AND CHARGES - Regulatory Component		
Wholesale Market Service Rate (WMS) - not including CBR	\$/kWh	0.0032
Capacity Based Recovery (CBR) - Applicable for Class B Customers	\$/kWh	0.0004
Rural or Remote Electricity Rate Protection Charge (RRRP)	\$/kWh	0.0003
Standard Supply Service - Administrative Charge (if applicable)	\$	0.25

Effective and Implementation Date May 1, 2019 This schedule supersedes and replaces all previously approved schedules of Rates, Charges and Loss Factors

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### UNMETERED SCATTERED LOAD SERVICE CLASSIFICATION

This classification applies to an account taking electricity at 750 volts or less whose average monthly maximum demand is less than, or is forecast to be less than, 50 kW and the consumption is unmetered. Such connections include cable TV power packs, bus shelters, telephone booths, traffic lights, railway crossings, etc. The level of the consumption will be agreed to by the distributor and the customer, based on detailed manufacturer information/ documentation with regard to electrical consumption of the unmetered load or periodic monitoring of actual consumption. Class B consumers are defined in accordance with O. Reg. 429/04. Further servicing details are available in the distributor's Conditions of Service.

#### APPLICATION

The application of these rates and charges shall be in accordance with the Licence of the Distributor and any Code or Order of the Ontario Energy Board, and amendments thereto as approved by the Ontario Energy Board, which may be applicable to the administration of this schedule.

No rates and charges for the distribution of electricity and charges to meet the costs of any work or service done or furnished for the purpose of the distribution of electricity shall be made except as permitted by this schedule, unless required by the Distributor's Licence or a Code or Order of the Ontario Energy Board, and amendments thereto as approved by the Ontario Energy Board, or as specified herein.

Unless specifically noted, this schedule does not contain any charges for the electricity commodity, be it under the Regulated Price Plan, a contract with a retailer or the wholesale market price, as applicable. In addition, the charges in the MONTHLY RATES AND CHARGES - Regulatory Component of this schedule do not apply to a customer that is an embedded wholesale market participant.

It should be noted that this schedule does not list any charges, assessments or credits that are required by law to be invoiced by a distributor and that are not subject to Ontario Energy Board approval, such as the Debt Retirement Charge, the Global Adjustment, and the HST.

Service Charge	\$	8.37
Distribution Volumetric Rate	\$/kWh	0.0015
Low Voltage Service Rate	\$/kWh	0.0015
Rate Rider for Disposition of Global Adjustment Account (2019) - effective until April 30, 2020 Applicable only for Non-RPP Customers - Approved on an Interim Basis	\$/kWh	0.0001
Rate Rider for Disposition of Deferral/Variance Accounts (2019) - effective until April 30, 2020 - Approved on an Interim Basis	\$/kWh	0.0005
Retail Transmission Rate - Network Service Rate	\$/kWh	0.0059
Retail Transmission Rate - Line and Transformation Connection Service Rate	\$/kWh	0.0050
MONTHLY RATES AND CHARGES - Regulatory Component		
Wholesale Market Service Rate (WMS) - not including CBR	\$/kWh	0.0032
Capacity Based Recovery (CBR) - Applicable for Class B Customers	\$/kWh	0.0004
Rural or Remote Electricity Rate Protection Charge (RRRP)	\$/kWh	0.0003
Standard Supply Service - Administrative Charge (if applicable)	\$	0.25

Effective and Implementation Date May 1, 2019 This schedule supersedes and replaces all previously approved schedules of Rates, Charges and Loss Factors

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### SENTINEL LIGHTING SERVICE CLASSIFICATION

This classification refers to accounts that are an unmetered lighting load supplied to a sentinel light. Class B consumers are defined in accordance with O. Reg. 429/04. Further servicing details are available in the distributor's Conditions of Service.

#### APPLICATION

The application of these rates and charges shall be in accordance with the Licence of the Distributor and any Code or Order of the Ontario Energy Board, and amendments thereto as approved by the Ontario Energy Board, which may be applicable to the administration of this schedule.

No rates and charges for the distribution of electricity and charges to meet the costs of any work or service done or furnished for the purpose of the distribution of electricity shall be made except as permitted by this schedule, unless required by the Distributor's Licence or a Code or Order of the Ontario Energy Board, and amendments thereto as approved by the Ontario Energy Board, or as specified herein.

Unless specifically noted, this schedule does not contain any charges for the electricity commodity, be it under the Regulated Price Plan, a contract with a retailer or the wholesale market price, as applicable. In addition, the charges in the MONTHLY RATES AND CHARGES - Regulatory Component of this schedule do not apply to a customer that is an embedded wholesale market participant.

It should be noted that this schedule does not list any charges, assessments or credits that are required by law to be invoiced by a distributor and that are not subject to Ontario Energy Board approval, such as the Debt Retirement Charge, the Global Adjustment, and the HST.

Service Charge	\$	7.61
Distribution Volumetric Rate	\$/kW	0.6819
Low Voltage Service Rate	\$/kW	0.4661
Rate Rider for Disposition of Global Adjustment Account (2019) - effective until April 30, 2020 Applicable only for Non-RPP Customers - Approved on an Interim Basis	\$/kWh	0.0001
Rate Rider for Disposition of Deferral/Variance Accounts (2019) - effective until April 30, 2020 - Approved on my Interim Basis	\$/kW	0.1829
Retail Transmission Rate - Network Service Rate	\$/kW	1.8968
Retail Transmission Rate - Line and Transformation Connection Service Rate	\$/kW	1.6149
MONTHLY RATES AND CHARGES - Regulatory Component		
Wholesale Market Service Rate (WMS) - not including CBR	\$/kWh	0.0032
Capacity Based Recovery (CBR) - Applicable for Class B Customers	\$/kWh	0.0004
Rural or Remote Electricity Rate Protection Charge (RRRP)	\$/kWh	0.0003
Standard Supply Service - Administrative Charge (if applicable)	\$	0.25

Effective and Implementation Date May 1, 2019 This schedule supersedes and replaces all previously approved schedules of Rates, Charges and Loss Factors

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### STREET LIGHTING SERVICE CLASSIFICATION

This classification applies to an account for roadway lighting with a Municipality, Regional Municipality, Ministry of Transportation and private roadway lighting, controlled by photo cells. The consumption for these customers will be based on the calculated connected load times the required lighting times established in the approved Ontario Energy Board street lighting load shape template. Class B consumers are defined in accordance with O. Reg. 429/04. Further servicing details are available in the distributor's Conditions of Service.

#### APPLICATION

The application of these rates and charges shall be in accordance with the Licence of the Distributor and any Code or Order of the Ontario Energy Board, and amendments thereto as approved by the Ontario Energy Board, which may be applicable to the administration of this schedule.

No rates and charges for the distribution of electricity and charges to meet the costs of any work or service done or furnished for the purpose of the distribution of electricity shall be made except as permitted by this schedule, unless required by the Distributor's Licence or a Code or Order of the Ontario Energy Board, and amendments thereto as approved by the Ontario Energy Board, or as specified herein.

Unless specifically noted, this schedule does not contain any charges for the electricity commodity, be it under the Regulated Price Plan, a contract with a retailer or the wholesale market price, as applicable. In addition, the charges in the MONTHLY RATES AND CHARGES - Regulatory Component of this schedule do not apply to a customer that is an embedded wholesale market participant.

It should be noted that this schedule does not list any charges, assessments or credits that are required by law to be invoiced by a distributor and that are not subject to Ontario Energy Board approval, such as the Debt Retirement Charge, the Global Adjustment, and the HST.

Service Charge	\$	1.16
Distribution Volumetric Rate	\$/kW	0.9724
Low Voltage Service Rate	\$/kW	0.4552
Rate Rider for Disposition of Global Adjustment Account (2019) - effective until April 30, 2020 Applicable only for Non-RPP Customers - Approved on an Interim Basis Rate Rider for Disposition of Lost Revenue Adjustment Mechanism Variance Account (LRAMVA) (2019)	\$/kWh	0.0001
- effective until April 30, 2020	\$/kW	0.2225
Rate Rider for Disposition of Deferral/Variance Accounts (2019) - effective until April 30, 2020 - Approved on an Interim Basis	\$/kW	0.4721
Retail Transmission Rate - Network Service Rate	\$/kW	1.8774
Retail Transmission Rate - Line and Transformation Connection Service Rate	\$/kW	1.5773
MONTHLY RATES AND CHARGES - Regulatory Component		
Wholesale Market Service Rate (WMS) - not including CBR	\$/kWh	0.0032
Capacity Based Recovery (CBR) - Applicable for Class B Customers	\$/kWh	0.0004
Rural or Remote Electricity Rate Protection Charge (RRRP)	\$/kWh	0.0003
Standard Supply Service - Administrative Charge (if applicable)	\$	0.25

Effective and Implementation Date May 1, 2019 This schedule supersedes and replaces all previously approved schedules of Rates, Charges and Loss Factors

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### EMBEDDED DISTRIBUTOR SERVICE CLASSIFICATION

This classification applies to an electricity distributor licensed by the Ontario Energy Board that is provided electricity by means of this distributor's facilities. Further servicing details are available in the distributor's Conditions of Service.

#### APPLICATION

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No rates and charges for the distribution of electricity and charges to meet the costs of any work or service done or furnished for the purpose of the distribution of electricity shall be made except as permitted by this schedule, unless required by the Distributor's Licence or a Code or Order of the Ontario Energy Board, and amendments thereto as approved by the Ontario Energy Board, or as specified herein.

Unless specifically noted, this schedule does not contain any charges for the electricity commodity, be it under the Regulated Price Plan, a contract with a retailer or the wholesale market price, as applicable. In addition, the charges in the MONTHLY RATES AND CHARGES - Regulatory Component of this schedule do not apply to a customer that is an embedded wholesale market participant.

It should be noted that this schedule does not list any charges, assessments or credits that are required by law to be invoiced by a distributor and that are not subject to Ontario Energy Board approval, such as the Debt Retirement Charge, the Global Adjustment and the HST.

Service Charge	\$	134.29			
Low Voltage Service Rate	\$/kW	0.6201			
Rate Rider for Disposition of Global Adjustment Account (2019) - effective until April 30, 2020 Applicable only for Non-RPP Customers - Approved on an Interim Basis	\$/kWh	0.0001			
Rate Rider for Disposition of Deferral/Variance Accounts (2019) - effective until April 30, 2020 - Approved on an Interim Basis	\$/kW	0.1703			
Retail Transmission Rate - Network Service Rate	\$/kW	2.5821			
Retail Transmission Rate - Line and Transformation Connection Service Rate	\$/kW	2.1487			
MONTHLY RATES AND CHARGES - Regulatory Component					
Wholesale Market Service Rate (WMS) - not including CBR	\$/kWh	0.0032			
Capacity Based Recovery (CBR) - Applicable for Class B Customers	\$/kWh	0.0004			
Rural or Remote Electricity Rate Protection Charge (RRRP)	\$/kWh	0.0003			
Standard Supply Service - Administrative Charge (if applicable)	\$	0.25			

Effective and Implementation Date May 1, 2019 This schedule supersedes and replaces all previously approved schedules of Rates, Charges and Loss Factors

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### STANDBY POWER SERVICE CLASSIFICATION

This classification refers to an account that has Load Displacement Generation and requires the distributor to provide backup service. Further servicing details are available in the distributor's Conditions of Service.

#### APPLICATION

The application of these rates and charges shall be in accordance with the Licence of the Distributor and any Code or Order of the Ontario Energy Board, and amendments thereto as approved by the Ontario Energy Board, which may be applicable to the administration of this schedule.

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General Service > 50 kW - for a customer whose facility is in the General Service > 50 kW rate class and for a month where actual demand is less than contracted demand. The charge is applied to the amount by which th amount of load transfer capacity contracted by a facility exceeds the actual demand.		3.3573
Large Use Standby Charge - for a customer whose facility is in the Large Use rate class and for a month when actual demand is less than contracted demand. The charge is applied to the amount by which the amount of load transfer capacity contracted by a facility exceeds the actual demand.	re \$/kW	2.3622

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### microFIT SERVICE CLASSIFICATION

This classification applies to an electricity generation facility contracted under the Independent Electricity System Operator's microFIT program and connected to the distributor's distribution system. Further servicing details are available in the distributor's Conditions of Service.

#### APPLICATION

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It should be noted that this schedule does not list any charges, assessments or credits that are required by law to be invoiced by a distributor and that are not subject to Ontario Energy Board approval, such as the Debt Retirement Charge, the Global Adjustment, and the HST.

#### **MONTHLY RATES AND CHARGES - Delivery Component**

Service Charge

5.40

\$

Effective and Implementation Date May 1, 2019 This schedule supersedes and replaces all previously approved schedules of Rates, Charges and Loss Factors

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Transformer Allowance for Ownership - per kW of billing demand/month	\$/kW	(0.60)
Primary Metering Allowance for Transformer Losses - applied to measured demand & energy	%	(1.00)

## SPECIFIC SERVICE CHARGES

The application of these rates and charges shall be in accordance with the Licence of the Distributor and any Code or Order of the Ontario Energy Board, and amendments thereto as approved by the Ontario Energy Board, which may be applicable to the administration of this schedule.

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#### **Customer Administration**

ALLOWANCES

Arrears certificate	\$	15.00			
Statement of account	\$	15.00			
Easement letter	\$	15.00			
Returned cheque (plus bank charges)	\$	15.00			
Account setup charge/change of occupancy charge	\$	30.00			
Meter dispute charge plus Measurement Canada fees (if meter found correct)	\$	30.00			
Non-Payment of Account					
Late payment - per month	%	1.50			
Late payment - per annum	%	19.56			
Disconnect/reconnect at meter - during regular hours	\$	65.00			
Disconnect/reconnect at meter - after regular hours	\$	185.00			
Other					
Temporary service install and remove - overhead - no transformer	\$	500.00			
Temporary service install and remove - overhead - with transformer Specific charge for access to the power poles - \$/pole/year	\$	1,000.00			
(with the exception of wireless attachments)	\$	43.63			
Switching for company maintenance - charge based on time and materials	\$	T&M			

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### **RETAIL SERVICE CHARGES (if applicable)**

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Retail Service Charges refer to services provided by a distributor to retailers or customers related to the supply of competitive electricity.

One-time charge, per retailer, to establish the service agreement between the distributor and the retailer	\$	100.00
Monthly fixed charge, per retailer	\$	20.00
Monthly variable charge, per customer, per retailer	\$/cust.	0.50
Distributor-consolidated billing monthly charge, per customer, per retailer	\$/cust.	0.30
Retailer-consolidated billing monthly credit, per customer, per retailer	\$/cust.	(0.30)
Service Transaction Requests (STR)		
Request fee, per request, applied to the requesting party	\$	0.25
Processing fee, per request, applied to the requesting party Request for customer information as outlined in Section 10.6.3 and Chapter 11 of the Retail Settlement Code directly to retailers and customers, if not delivered electronically through the Electronic Business Transaction (EBT) system, applied to the requesting party	\$	0.50
Up to twice a year	\$	No charge
More than twice a year, per request (plus incremental delivery costs)	\$	2.00
LOSS FACTORS		
Total Loss Factor - Secondary Metered Customer < 5,000 kW		1.0432
Total Loss Factor - Secondary Metered Customer > 5,000 kW		1.0149
Total Loss Factor - Primary Metered Customer < 5,000 kW		1.0328
Total Loss Factor - Primary Metered Customer > 5,000 kW		1.0049

## NOTES

1) The Billing Demand for Line and Transformation Connection Services and Low Voltage Services is defined as the Non-Coincident Peak demand (MW) in any hour of the month. The customer demand in any hour is the sum of (a) the lossadjusted demand supplied from the distribution system plus (b) the demand that is supplied by embedded generation installed after October 1998, which have installed capacity of 2MW or more for renewable generation and 1 MW or higher for non-renewable generation. The term renewable generation refers to a facility that generates electricity from the following sources: wind, solar, Biomass, Bio-oil, Bio-gas, landfill gas, or water. The demand supplied by embedded generation will not be adjusted for losses.