

2019 IRM Application

Interrogatory Responses #2

EB-2018-0031



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1 **List of Attachments**

2 1-A. GA_Analysis_Workform_Updated_20190220.xlsb

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Staff Question #1

Ref: Response to Staff Question 6, part 2

Essex Powerlines has stated that since the journal entry was not yet reflected in the “Transactions during 2017” column, it has not reversed the “2016 Principal Adjustments” in 2017.

Please clarify, which journal entry is Essex Powerline referring to.

Response

EPLC is referring to the journal entry that addressed the 2016 principal adjustments that were approved as part of EPLC’s 2018 Cost of Service Application. These principal adjustments were finalized effective October 1st, 2018 and are therefore not reflected in the 2017 transactions column.

Staff Question #2

Ref: Response to Staff Question 6, part 2

Principal adjustments for 2016 in 2018 proceeding were a debit of \$339,712 for Account 1588 and a credit of \$368,285 for Account 1589.

- a) Please provide a break-down of the debit principal adjustment of \$339,712 for Account 1588 into the amount related to CT 1142 (RPP true-up with the IESO), and CT 148 (i.e. true of the proportions of RPP and non-RPP GA based on actual RPP and non-RPP consumption proportions).
- b) Were there any other “principal adjustments” besides the two mentioned in part b) above in 1588?
- c) Please provide a breakdown of the principal adjustments for Account 1589 totaling a credit of \$368,285.
- d) When was each component of principal adjustment journalized and recorded in Essex Powerlines’ GL?
- e) When did the settlement amount CT 1142 appear on Essex Powerlines’ invoice from the IESO? Was this amount a payment to the IESO or from the IESO?
- f) When was the journal entry for proportions recorded in Essex Powerlines’ GL?

Response

a) The adjustments are summarized below:

<u>Principal and Interest Balances</u>			
		Opening Balance	2,148,217.00
		Closing Balance	-2,744,288.00
		2016 Activity	-596,071.00
2016 true-up for 2017 billed kWh for CT 148			368,285.00
2016 true-up for 2017 billed kWh for CT 142			-28,573.00
Total revision to Account 1588			339,712.00
<u>Principal and Interest Balances - Revised</u>			
		Opening Balance	2,148,217.00
		Closing Balance	-2,404,576.00
		2016 Activity -revised	-256,359.00

b) No.

c) See response to 2 a) above.

d) October 1st, 2018.

e) December 2018 and reflected amounts payable from IESO.

f) October 1st, 2018.

Staff Question #3

Ref: Response to Staff Question 6, part 3

Please explain what Essex Powerlines means by “unbilled revenue true-up”? Is it the difference between unbilled accrual for 2017 and actual billed in 2018 with respect to such accrual?

Response

The unbilled revenue true-up refers to the difference between the year-end accrual (prior year) and actual billed in 2017.

Staff Question #4

Ref: Response to Staff Question 6, part 3

Essex Powerlines has moved the debit amount of \$847,345 from reconciling item 2b to “other” item. Please explain the reason for doing so.

Response

EPLC proposed to move the debit amount of \$847,345 from reconciling item 2b to “other” in error. Upon further discussion with Board Staff and third party experts (Elenchus), it was determined that the reconciling item should be moved to 2a (“Prior year-end unbilled to actual revenue differences”).

Staff Question #5

Ref: Response to Staff Question 6, part 3

Essex Powerlines is not showing this amount under “principal adjustments”. Please explain why.

Response

Please refer to EPLC response to Staff Question #4 above. EPLC has moved the amount to 2a (“Prior year-end unbilled to actual revenue differences”).