**Elexicon Energy Inc. – Whitby Rate Zone**

**EB-2019-0130**

**OEB Staff Questions**

**Staff Question #1**

**Re: IRM Model – Sheet 2. Current Tariff Schedule**

Cell BC9 on Sheet 2 was not completed.

Please confirm the accuracy of the tariff sheet by selecting Yes or No.

**Staff Question #2**

**Re: IRM Model - Sheet 4. Billing Det. For Def-Var**

The LRAM balance in cell S23 was not matching the value on the continuity schedule (sheet 3). Staff added $0.70 to the residential class (cell S17) to remove the non-matching error on sheet 4.

Please review the LRAM balances on Sheet 4 and confirm the balances for each class.

**Staff Question #3**

**Re: IRM Model - Sheet 9. Shared Tax – Rate Rider**

For the sentinel lighting class, the rebased kW amount entered is 87 kW. However, the rebased kW amount noted in Whitby’s case, EB-2009-0274 settlement agreement, is 120 kW.

Please confirm the rebased kW for the sentinel lighting class.

**Staff Question #4**

**Ref: January to April 2019 Comparative Analysis using OEB Accounting Guidance and Elexicon-Whitby Methodology & RRR 2.1.1 filing for the same period**

1. Please confirm that the analysis provided was for the first quarter of 2019 (i.e. for the consumption period from January 1 to March 31, 2019).
2. If affirmative to part a), please explain the difference between the GA variance accumulated in the first quarter of 2019, i.e. a credit of $102,271 and the “Net Accruals Dr Cr this Period” for a debit of $144,588, reported under RRR 2.1.1. for Account 1589.

**Staff Question #5**

**Ref: DVA Continuity Schedule for 2019, Column “Principal Disposition during 2019 – Instructed by OEB” – CELL BM29**

1. Please confirm that the amount of $70,331 in the reference cell consists of both principle and interest.
2. If affirmative to (a), please separate the principle and interest amounts in cells BM29 and BN29. The principle and interest amounts should be based on the proportion of principle and interest approved in the 2019 Settlement Agreement.

**Staff Question #6**

**Ref: Tab 3 of LRAMVA work form, Table 3**

In the LRAMVA work form, Elexicon has included two rate riders as part of the distribution rates used for its lost revenue calculation:

* Rate Rider for Disposition of Account 1576 - effective until December 31, 2017
* Rate Rider for Disposition of Lost Revenue Adjustment Mechanism Variance Account (LRAMVA) (2017 LRAMVA) - effective until December 31, 2017

The 2012 CDM Guidelines state that the LRAMVA calculation does not include any volumetric rate riders or adders that are subject to their own true-up process. However, volumetric rate riders for tax sharing or foregone revenues should be included.

The following questions relate to Account 1576:

1. Please discuss why Elexicon has included the rate rider for Account 1576 in distribution rates as part of its LRAMVA calculation.
2. Please indicate the total amount attributable to the Account 1576 rate rider that is being returned to customers through the LRAMVA.
3. Please provide supporting documentation (i.e. accounting order or past decisions) that confirms the rate rider(s) for Account 1576 are permitted to be included in the LRAMVA balance.
4. Please discuss whether the rate rider for Account 1576 is subject to its own true-up process. If it is not subject to its own true-up process, please provide reference to the accounting order or past decision(s) to show that Account 1576 does not get trued up through Accounts 1508 or 1595.

The following questions relate to Account 1568:

1. Please confirm that the rate rider for Account 1568 is disposed of through Account 1595.
2. Please indicate the total amount attributable to the 2017 LRAMVA-Account 1568 rate rider that is being collected from customers through the LRAMVA.
3. Please indicate whether Elexicon has recovered the balance from the 2017 LRAMVA-Account 1568 rate rider, as this was approved to be effective only until December 31, 2017.
   1. If yes, please discuss why Elexicon has included the 2017 LRAMVA rider as part of this application.
   2. If no, please explain why the 2017 LRAMVA rider was not implemented by December 31, 2017 as ordered by the OEB.
4. Please file a revised LRAMVA workform that removes the 2017 LRAMVA-Account 1568 rate rider from the LRAMVA calculation in this application.

**Staff Question 7**

**Ref: Tab 5 of LRAMVA workform**

Elexicon is recovering the persistence of streetlight savings based on upgrades undertaken as part of the Town of Whitby’s participation in the saveOnEnergy retrofit program. Elexicon has reduced 2015 and 2016 saveOnEnergy retrofit program by the kWh portions from street light upgrades, but it did not appear to do so for 2017.

1. Please explain why Elexicon did not remove the associated kWh savings from the saveOnEnergy retrofit program in 2017.
2. Please quantify the kWh from the street light upgrades undertaken in the 2017 saveOnEnergy retrofit program to confirm materiality.

**Staff Question 8**

1. If Elexicon made any changes to the LRAMVA work form as a result of its responses to the above LRAMVA questions, please file an updated LRAMVA work form, the revised LRAMVA balance requested for disposition, and a table summarizing the revised rate riders.
2. Please confirm any changes to the LRAMVA work form in response to these LRAMVA questions in “Table A-2. Updates to LRAMVA Disposition (Tab 2)”.