



Cornerstone Hydro Electric Concepts Association Inc.

June 26, 2008

Kirsten Walli Board Secretary Ontario Energy Board P.O. Box 2319 2300 Yonge Street, 27th Floor Suite 2700 Toronto, M4P 1E4

RE: Application to Extend Third Tranche CDM Funding Beyond September 30, 2007 and for Re-Allocation of Funding

Enclosed please find a submission from Parry Sound Power Corporation a member of the Cornerstone Hydro Electric Concept (CHEC) Local Distribution Companies requesting an extension of the time over which the previously approved conservation and demand management third tranche budget is spent and a re-allocation of funds between categories. The initial CDM Plans were submitted and approved as a combined application **File No. RP-2004-0203/EB-2004-0502**.

Pursuant to the Board's request ten (10) paper copies and one electronic copy in Adobe Acrobat (PDF) format of the application is submitted.

Respectfully submitted on behalf of CHEC & Parry Sound Power Corporation.

Gordon A. Eamer, P.Eng. CHEC CDM Coordinator

gee@ripnet.com, (613)-342-3984



PARRY SOUND POWER

125 WILLIAM STREET, PARRY SOUND, ONTARIO P2A 1V9 TELEPHONE: (705) 746-5866 • FAX: (705) 746-7789

Email: info@pspower.ca



Parry Sound Energy Services Corp.

Parry Sound PowerGen Corp.

June 25, 2008

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

Re: RP-2004-0203 - EB-2004-0502 Reallocation of Funds and Time Extension

Dear Ms Walli:

On November 19, 2004, Parry Sound Power Corporation, along with 17 other LDCs as members of Cornerstone Hydro Electric Concepts Association Inc. (CHEC) filed an application for a Final Order pre-approving its individual Conservation and Demand Management (CDM) Plan. The Board reviewed the application, and following a Notice of Written Hearing which was duly published and received no intervener comments, the plan received final approval dated February 8, 2005.

One of the conditions of the aforementioned approval requires Parry Sound Power to apply to the Board for approval if cumulative fund transfers among the programs exceed 20% of the approved budget.

This submissions requests:

- an extension to November 30, 2008
- Revision of expenditures and
- that the Ontario Energy Board dispose of the proceeding without a hearing pursuant to subsection 21(4)(b) of the Ontario Energy Board Act, 1998.

The following chart displays the original programs and approved funding on file with the OEB. In addition, the chart contains the requested re-allocation of funding. Much of the redistribution of funds reflects the current and expected initiatives of the Ontario Power Authority's LDC programs and Parry Sound Programs delivered to date.

Measures	Approved Budget	Revised Budget
Tier One		
Customer Survey	\$1,000	\$4,000
Conservation Website	\$10,000	\$5,000
Education and Promotion	\$40,000	\$51,000
Tier Two		
System Optimization	\$25,000	\$0.00
Technology Give-A-Way (Light bulb and others)	\$5,000	\$15,000
DR Programs	\$40,000	\$36,000
Interval Meters	\$45,000	\$45,000
Low Income Programs	\$14,000	\$24,000
Total	\$180,000	\$180,000

To further explain the redistribution of funds the following information is provided:

Customer Survey: The customer survey which has been completed and reported in the Annual Reports cost more than anticipated due to an expanded questionnaire to better capture required information.

Conservation Website: The combined conservation website development has been completed and is now on-line. The remaining funding is not required for this activity.

Education & Promotion: This continues to be an important element in developing and reinforcing the conservation culture. The increased funding will allow public education to support reduced energy use through initiatives aimed at outside clothe drying and management of phantom loads. The additional programming will involve both the general public and the local schools.

System Optimization: The initial concept was deemed not feasible at this time thereby providing funding for other program categories.

Technology Give-A-Ways: This category was referred to as "Light Bulb Giveaway" in the initial submission. The additional funds will provide a wider range of energy saving products to customers highlighting a broader range of opportunities for energy savings. The expanded program will focus on areas such as clothe drying (as supported by educational material), hot water tank wraps and power bars for better control of phantom loads.

DR Programs: A number of programs with expenditures of \$30,000 were completed in this category. A further \$6,000 of the original funds will be utilized in this category for future delivery. The remaining funds will be transferred to other categories to support the programming.

Low Income Program: The partnerships developed in the initial programming will be built on for a second phase of low income initiatives.

Parry Sound Power respectfully requests that the Ontario Energy Board dispose of the proceeding without a hearing pursuant to subsection 21(4)(b) of the Ontario Energy Board Act, 1998 (the Act) which states that the Board may dispose of a proceeding without a hearing if the Board determines that "no person, other than the applicant, appellant or license holder will be adversely affected in a material way by the outcome of the proceeding, and the applicant, appellant or license holder has consented to disposing of a proceeding without a hearing."

It is our contention that "no person" will be adversely affected in any material way, as it will be the customers of Parry Sound Power who will remain the ultimate beneficiaries of the expenditures. We believe that the reallocated plan reflects initiatives that best capture opportunities for conservation programs appropriate for the current stage of the conservation environment.

I would be pleased to answer any specific questions related to this request.

Yours truly

Calvin Epps

Calu gr

President and Chief Executive Officer

Parry Sound Power Corporation