

## **DECISION AND RATE ORDER**

EB-2020-0026

## HALTON HILLS HYDRO INC.

Application for electricity distribution rates and other charges beginning May 1, 2021

**BEFORE: Emad Elsayed** 

Presiding Commissioner

**Robert Dodds**Commissioner



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## 1 INTRODUCTION AND SUMMARY

This is a Decision and Rate Order of the Ontario Energy Board (OEB) on an application filed by Halton Hills Hydro Inc. (Halton Hills Hydro) for approval of its electricity distribution rates to be effective May 1, 2021.

Halton Hills Hydro sought approval of the Price Cap Incentive rate-setting option to set distribution rates with an approved test year (2021). Halton Hills Hydro can apply to have its rates adjusted mechanistically in each of the following four years (2022-2025) based on inflation and the OEB's assessment of Halton Hills Hydro's efficiency.

The OEB issued its Decision and Order (Decision) with respect to Halton Hills Hydro's application on March 18, 2021. In the Decision, the OEB ordered Halton Hills Hydro to file a draft rate order (DRO) reflecting the OEB's findings. With its reply submission dated April 6, 2021, Halton Hills Hydro filed an updated DRO.

The OEB has reviewed Halton Hills Hydro's DRO and supporting schedules. The OEB approves the 2021 Tariff of Rates and Charges (Tariff). The OEB also approves the Draft Accounting Orders as filed in the settlement proposal.

The total bill impact for a typical residential customer with a monthly consumption of 750 kWh will be an increase of \$7.65 per month or 5.75% for the 2021 rate year. The increase does not factor in applicable taxes or the Ontario Electricity Rebate.

<sup>&</sup>lt;sup>1</sup> EB-2020-0026, Halton Hills Hydro Inc. Reply Submission, April 6, 2021

<sup>&</sup>lt;sup>2</sup> EB-2020-0026, Halton Hills Hydro Inc. Settlement Proposal, February 18, 2021

#### **2 THE PROCESS**

Halton Hills Hydro filed an application with the OEB to change its electricity distribution rates effective May 1, 2021.

The parties to the proceeding participated in a settlement conference and reached a settlement on all but one issue, which was made the subject of written submissions. The OEB accepted the settlement proposal, made its decision on the unsettled issue, and established the process for submissions on the DRO in its Decision dated March 18, 2021.

Pursuant to the Decision, Halton Hills Hydro filed a DRO on March 25, 2021 and a revision to the DRO on March 29, 2021. OEB staff filed comments on Halton Hills Hydro's DRO on April 1, 2021. Distributed Resource Coalition, Energy Probe Research Foundation, School Energy Coalition, and Vulnerable Energy Consumers Coalition each submitted that they had no comments on the DRO. Halton Hills Hydro filed its reply DRO on April 6, 2021.

#### 3 DECISION ON THE DRAFT RATE ORDER

In its Decision, the OEB accepted the settlement proposal as filed and concluded that implementation of the settlement proposal should result in reasonable outcomes for both Halton Hills Hydro and its customers.

The OEB also made its determination on the unsettled issue in the Decision. The unsettled issue relates to the 2019 Incremental Capital Module (ICM) for a new Transformer Station which came into service in November 2019. The specific point of disagreement between Halton Hills Hydro and the intervenors was whether the opening rate base for the 2021 test year should reflect two full years of depreciation (2019 and 2020) or a half year for 2019 and a full year for 2020. Halton Hills Hydro used the latter approach in its application while OEB staff and the intervenors proposed two full years of depreciation.

The OEB found that the opening rate base for the 2021 test year should reflect two full years of depreciation (2019 and 2020).

Halton Hills Hydro implemented two full years of depreciation (2019 and 2020) for the new Transformer Station as directed in the DRO.

OEB staff identified two inconsistencies between the deferral and variance account (DVA) Continuity Schedule and the Tariff filed in the DRO. The Lost Revenue Adjustment Mechanism (LRAM) rate riders for General Service (GS) less than 50 kW and Street Lighting customers calculated in the DVA Continuity Schedule did not match the values shown in the Tariff. In its reply submission Halton Hills Hydro filed a revised Tariff where the LRAM rate riders for GS less than 50 kW and Street Lighting customers were revised to match the DVA Continuity Schedule.

No parties raised any concerns regarding Halton Hills Hydro's implementation of the OEB's decision.

### **4 IMPLEMENTATION**

The approved effective date for new rates is May 1, 2021.

The approved Tariff is attached as Schedule A to this Decision and Rate Order. The OEB made minor edits, as necessary, to the Tariff set out in Schedule A to ensure consistency with the tariff sheets of other Ontario electricity distributors. The OEB finds that the Tariff set out in Schedule A accurately reflects the Decision and is consistent with the OEB's standard tariff format.

### 5 ORDER

#### THE ONTARIO ENERGY BOARD ORDERS THAT:

- 1. The Tariff of Rates and Charges set out in Schedule A of this Decision and Rate Order are approved as final effective May 1, 2021. The Tariff of Rates and Charges will apply to electricity consumed, or estimated to have been consumed, on and after May 1, 2021. Halton Hills Hydro Inc. shall notify its customers of the rate change no later than the delivery of the first bill reflecting the new final rates.
- 2. The Draft Accounting Order set out in Schedule B of this Decision and Rate Order is approved.

DATED at Toronto April 8, 2021

#### **ONTARIO ENERGY BOARD**

Original Signed By

Christine E. Long Registrar

# SCHEDULE A APPROVED 2021 TARIFF OF RATES AND CHARGES DECISION AND RATE ORDER HALTON HILLS HYDRO INC.

EB-2020-0026

**APRIL 8, 2021** 

Effective and Implementation Date May 1, 2021
This schedule supersedes and replaces all previously approved schedules of Rates, Charges and Loss Factors

EB-2020-0026

#### RESIDENTIAL SERVICE CLASSIFICATION

This classification applies to an account taking electricity at 750 volts or less where the electricity is used exclusively in a separate 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. The customer will be supplied at one service entrance only. 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 Global Adjustment and the HST.

Service Charge	\$	38.17
Rate Rider for Disposition of Group 2 Deferral/Variance Accounts (2021) - effective until April 30, 2023	\$	1.09
Smart Metering Entity Charge - effective until December 31, 2022	\$	0.57
Low Voltage Service Rate	\$/kWh	0.0042
Rate Rider for Lost Revenue Recovery (LRAM) - effective until April 30, 2023	\$/kWh	0.0004
Rate Rider for Disposition of Global Adjustment Account (2021) - Applicable only for Non-RPP Customers		
effective until April 30, 2023	\$/kWh	(0.0057)
Rate Rider for Disposition of Group 1 Deferral/Variance Accounts (2021) - effective until April 30, 2023	\$/kWh	0.0006
Retail Transmission Rate - Network Service Rate	\$/kWh	0.0074
Retail Transmission Rate - Line and Transformation Connection Service Rate	\$/kWh	0.0059
MONTHLY RATES AND CHARGES - Regulatory Component		
Wholesale Market Service Rate (WMS) - not including CBR	\$/kWh	0.0030
Capacity Based Recovery (CBR) - Applicable for Class B Customers	\$/kWh	0.0004
Rural or Remote Electricity Rate Protection Charge (RRRP)	\$/kWh	0.0005
Standard Supply Service - Administrative Charge (if applicable)	\$	0.25

Effective and Implementation Date May 1, 2021
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EB-2020-0026

#### 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 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.

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Service Charge	\$	29.35
Smart Metering Entity Charge - effective until December 31, 2022	\$	0.57
Distribution Volumetric Rate	\$/kWh	0.0200
Low Voltage Service Rate	\$/kWh	0.0039
Rate Rider for Lost Revenue Recovery (LRAM) - effective until April 30, 2023	\$/kWh	0.0011
Rate Rider for Disposition of Group 2 Deferral/Variance Accounts (2021) - effective until April 30, 2023  Rate Rider for Disposition of Global Adjustment Account (2021) - Applicable only for Non-RPP Customers -	\$/kWh	0.0012
effective until April 30, 2023	\$/kWh	(0.0057)
Rate Rider for Disposition of Group 1 Deferral/Variance Accounts (2021) - effective until April 30, 2023	\$/kWh	0.0006
Retail Transmission Rate - Network Service Rate	\$/kWh	0.0065
Retail Transmission Rate - Line and Transformation Connection Service Rate	\$/kWh	0.0055
MONTHLY RATES AND CHARGES - Regulatory Component		
Wholesale Market Service Rate (WMS) - not including CBR	\$/kWh	0.0030
Capacity Based Recovery (CBR) - Applicable for Class B Customers	\$/kWh	0.0004
Rural or Remote Electricity Rate Protection Charge (RRRP)	\$/kWh	0.0005
Standard Supply Service - Administrative Charge (if applicable)	\$	0.25

Effective and Implementation Date May 1, 2021
This schedule supersedes and replaces all previously approved schedules of Rates, Charges and Loss Factors

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

This classification applies to a non-residential customer with an average peak demand equal to or greater than 50 kW over the past twelve months, or is forecast to be equal to or greater than 50 kW, but less than 1,000 kW. For a new customer without prior billing history, the peak demand will be based on 90% of the proposed capacity or installed transformer. 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.

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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.

If included in the following listing of monthly rates and charges, the rate rider for the disposition of WMS - Sub-account CBR Class B 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 Class B customers.

If included in the following listing of monthly rates and charges, 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 Global Adjustment and the HST.

Billing demands are established at the greater of 100% of the kW, or 90% of the kVA amounts with the exception of the Retail Transmission Rate-Network Service Rate, which is billed on a \$/kW basis only.

Service Charge	\$	124.97
Distribution Volumetric Rate	\$/kW	5.5523
Low Voltage Service Rate	\$/kW	1.6397
Rate Rider for Disposition of Deferral/Variance Accounts Applicable only for Non-Wholesale Market		
Participants - effective until April 30, 2023	\$/kW	0.1151
Rate Rider for Lost Revenue Recovery (LRAM) - effective until April 30, 2023	\$/kW	0.0475
Rate Rider for Disposition of Group 2 Deferral/Variance Accounts (2021) - effective until April 30, 2023	\$/kW	0.2478
Rate Rider for Disposition of Global Adjustment Account (2021) - Applicable only for Non-RPP Customers -		
effective until April 30, 2023	\$/kWh	(0.0057)

#### Effective and Implementation Date May 1, 2021 This schedule supersedes and replaces all previously approved schedules of Rates, Charges and Loss Factors

		EB-2020-0026
Rate Rider for Disposition of Group 1 Deferral/Variance Accounts (2021) - effective until April 3	30, 2023 \$/kW	0.1110
Retail Transmission Rate - Network Service Rate	\$/kW	2.8318
Retail Transmission Rate - Line and Transformation Connection Service Rate	\$/kW	2.3135
MONTHLY RATES AND CHARGES - Regulatory Component		
Wholesale Market Service Rate (WMS) - not including CBR	\$/kWh	0.0030
Capacity Based Recovery (CBR) - Applicable for Class B Customers	\$/kWh	0.0004
Rural or Remote Electricity Rate Protection Charge (RRRP)	\$/kWh	0.0005
Standard Supply Service - Administrative Charge (if applicable)	\$	0.25

Effective and Implementation Date May 1, 2021
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EB-2020-0026

#### **GENERAL SERVICE 1,000 TO 4,999 KW SERVICE CLASSIFICATION**

This classification applies to a non-residential customer with an average peak demand equal to or greater than 1,000 kW over the past twelve months, or is forecast to be equal to or greater than 1,000 kW, but less than 5,000 kW. For a new customer without prior billing history, the peak demand will be based on 90% of the installed transformer. 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**

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If included in the following listing of monthly rates and charges, the rate rider for the disposition of WMS - Sub-account CBR Class B 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 Class B customers.

If included in the following listing of monthly rates and charges, 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 Global Adjustment and the HST.

Billing demands are established at the greater of 100% of the kW, or 90% of the kVA amounts with the exception of the Retail Transmission Rate-Network Service Rate, which is billed on a \$/kW basis only.

Service Charge	\$	278.80
Distribution Volumetric Rate	\$/kW	4.9614
Low Voltage Service Rate	\$/kW	1.6397
Rate Rider for Lost Revenue Recovery (LRAM) - effective until April 30, 2023	\$/kW	0.0793
Rate Rider for Disposition of Group 2 Deferral/Variance Accounts (2021) - effective until April 30, 2023	\$/kW	0.3788
Rate Rider for Disposition of Global Adjustment Account (2021) - Applicable only for Non-RPP Customers -		
effective until April 30, 2023	\$/kWh	(0.0057)
Rate Rider for Disposition of Group 1 Deferral/Variance Accounts (2021) - effective until April 30, 2023	\$/kW	0.2627

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		EB-2020-0026
Retail Transmission Rate - Network Service Rate	\$/kW	2.8318
Retail Transmission Rate - Line and Transformation Connection Service Rate	\$/kW	2.3135
MONTHLY RATES AND CHARGES - Regulatory Component		
Wholesale Market Service Rate (WMS) - not including CBR	\$/kWh	0.0030
Capacity Based Recovery (CBR) - Applicable for Class B Customers	\$/kWh	0.0004
Rural or Remote Electricity Rate Protection Charge (RRRP)	\$/kWh	0.0005
Standard Supply Service - Administrative Charge (if applicable)	\$	0.25

Effective and Implementation Date May 1, 2021
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EB-2020-0026

#### 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, pedestrian X-Walk signals/beacons, 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.

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Service Charge (per connection)	\$	18.02
Distribution Volumetric Rate	\$/kWh	0.0122
Low Voltage Service Rate	\$/kWh	0.0039
Rate Rider for Lost Revenue Recovery (LRAM) - effective until April 30, 2023	\$/kWh	0.0000
Rate Rider for Disposition of Group 2 Deferral/Variance Accounts (2021) - effective until April 30, 2023	\$/kWh	0.0006
Rate Rider for Disposition of Global Adjustment Account (2021) - Applicable only for Non-RPP Customers -		
effective until April 30, 2023	\$/kWh	(0.0057)
Rate Rider for Disposition of Group 1 Deferral/Variance Accounts (2021) - effective until April 30, 2023	\$/kWh	0.0006
Retail Transmission Rate - Network Service Rate	\$/kWh	0.0065
Retail Transmission Rate - Line and Transformation Connection Service Rate	\$/kWh	0.0055
MONTHLY RATES AND CHARGES - Regulatory Component		
Wholesale Market Service Rate (WMS) - not including CBR	\$/kWh	0.0030
Capacity Based Recovery (CBR) - Applicable for Class B Customers	\$/kWh	0.0004
Rural or Remote Electricity Rate Protection Charge (RRRP)	\$/kWh	0.0005
Standard Supply Service - Administrative Charge (if applicable)	\$	0.25

Effective and Implementation Date May 1, 2021
This schedule supersedes and replaces all previously approved schedules of Rates, Charges and Loss Factors

EB-2020-0026

#### 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.

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Service Charge (per connection)	\$	12.20
Distribution Volumetric Rate	\$/kW	46.2735
Low Voltage Service Rate	\$/kW	1.1804
Rate Rider for Lost Revenue Recovery (LRAM) - effective until April 30, 2023	\$/kW	0.0000
Rate Rider for Disposition of Group 2 Deferral/Variance Accounts (2021) - effective until April 30, 2023	\$/kW	2.2396
Rate Rider for Disposition of Global Adjustment Account (2021) - Applicable only for Non-RPP Customers - effective until April 30, 2023	\$/kWh	(0.0057)
Rate Rider for Disposition of Group 1 Deferral/Variance Accounts (2021) - effective until April 30, 2023	\$/kW	0.2346
Retail Transmission Rate - Network Service Rate	\$/kW	2.0203
Retail Transmission Rate - Line and Transformation Connection Service Rate	\$/kW	1.6654
MONTHLY RATES AND CHARGES - Regulatory Component		
Wholesale Market Service Rate (WMS) - not including CBR	\$/kWh	0.0030
Capacity Based Recovery (CBR) - Applicable for Class B Customers	\$/kWh	0.0004
Rural or Remote Electricity Rate Protection Charge (RRRP)	\$/kWh	0.0005
Standard Supply Service - Administrative Charge (if applicable)	\$	0.25

Effective and Implementation Date May 1, 2021
This schedule supersedes and replaces all previously approved schedules of Rates, Charges and Loss Factors

EB-2020-0026

#### STREET LIGHTING SERVICE CLASSIFICATION

All services supplied to street lighting equipment owned by or operated for the Municipality, the Region or the Province of Ontario shall be classified as Street Lighting Service. Street Lighting plant, facilities, or equipment owned by the customer are subject to the Electrical Safety Authority (ESA) requirements and Halton Hills Hydro specifications. 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.

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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 Global Adjustment and the HST.

Service Charge (per connection)	\$	2.34
Distribution Volumetric Rate	\$/kW	1.5813
Low Voltage Service Rate	\$/kW	1.1564
Rate Rider for Lost Revenue Recovery (LRAM) - effective until April 30, 2023	\$/kW	(2.0455)
Rate Rider for Disposition of Group 2 Deferral/Variance Accounts (2021) - effective until April 30, 2023	\$/kW	1.7611
Rate Rider for Disposition of Global Adjustment Account (2021) - Applicable only for Non-RPP Customers - effective until April 30, 2023	\$/kWh	(0.0057)
Rate Rider for Disposition of Group 1 Deferral/Variance Accounts (2021) - effective until April 30, 2023	\$/kW	0.1999
Retail Transmission Rate - Network Service Rate	\$/kW	2.0109
Retail Transmission Rate - Line and Transformation Connection Service Rate	\$/kW	1.6316
MONTHLY RATES AND CHARGES - Regulatory Component		
Wholesale Market Service Rate (WMS) - not including CBR	\$/kWh	0.0030
Capacity Based Recovery (CBR) - Applicable for Class B Customers	\$/kWh	0.0004
Rural or Remote Electricity Rate Protection Charge (RRRP)	\$/kWh	0.0005
Standard Supply Service - Administrative Charge (if applicable)	\$	0.25

Effective and Implementation Date May 1, 2021 This schedule supersedes and replaces all previously approved schedules of Rates, Charges and Loss Factors

EB-2020-0026

#### 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 Global Adjustment and the HST.

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

Service Charge	\$ 4.55

#### **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 May 1, 2021
This schedule supersedes and replaces all previously approved schedules of Rates, Charges and Loss Factors

EB-2020-0026

#### 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 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 (effective annual rate 19.56% per annum or 0.04896% compounded daily rate) % 1.50 Reconnection at Meter - during regular hours \$ 65.00 Reconnection at Meter - after regular hours \$ 185.00 Reconnection at Pole - during regular hours \$ 185.00 Reconnection at Pole - after regular hours \$ 415.00 Other Service call - customer owned equipment \$ 30.00 Service call - after regular hours \$ 165.00 Temporary service install & remove - overhead - no transformer \$ 500.00 Temporary service install & remove - underground - no transformer \$ 300.00 Temporary service install & remove - overhead - with transformer \$ 1,000.00 Specific charge for access to the power poles - \$/pole/year \$ 44.50 (with the exception of wireless attachments) Interval meter charge \$ 20.00

Effective and Implementation Date May 1, 2021 This schedule supersedes and replaces all previously approved schedules of Rates, Charges and Loss Factors

EB-2020-0026

## RETAIL SERVICE CHARGES (if applicable)

#### **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 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	\$	104.24
Monthly Fixed Charge, per retailer	\$	41.70
Monthly Variable Charge, per customer, per retailer	\$/cust.	1.04
Distributor-consolidated billing monthly charge, per customer, per retailer	\$/cust.	0.62
Retailer-consolidated billing monthly credit, per customer, per retailer	\$/cust.	(0.62)
Service Transaction Requests (STR)		
Request fee, per request, applied to the requesting party	\$	0.52
Processing fee, per request, applied to the requesting party	\$	1.04
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)	\$	4.17
Notice of switch letter charge, per letter (unless the distributor has opted out of applying the charge as per the Ontario Energy Board's Decision and Order EB-2015-0304, issued on February 14, 2019)	\$	2.08

#### 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	1.0355
Total Loss Factor - Primary Metered Customer < 5 000 kW	1.0251

# SCHEDULE B ACCOUNTING ORDER DECISION AND RATE ORDER HALTON HILLS HYDRO INC.

EB-2020-0026

**APRIL 8, 2021** 

#### **DRAFT ACCOUNTING ORDER**

Account 1508: Other Regulatory Assets, Sub-Account: Pole Replacement PILs Deferral Account

Halton Hills Hydro Inc. ("HHHI") shall establish a new deferral account sub-account to record amounts related to the PILs consequences of an active audit by the Ministry of Finance (the "Audit").

The new sub-account is being created pursuant to the Settlement Proposal in EB-2020-0026 (dated February 18, 2021, section 4.3). This sub-account will be effective May 1, 2021. As set out in the Settlement Proposal, the Audit being carried out relates to tax deductions taken by HHHI related to the expensing of pole replacement costs, and deductions of related burdens. Should the Audit result in any reassessment being issued by the Ministry of Finance relating to these deductions, HHHI will record in the sub-account, the difference in revenue requirement for the 2021 to 2025 rate-setting term between i) including these deductions in PILS as currently reflected in rates and ii) excluding these deductions from the PILs calculated, and any appropriate offsetting adjustments. This account will also capture any re-assessment interest and penalties associated with the Audit as they related to the 2021 to 2025 rate period.

As noted in the Settlement Proposal, the creation of this new sub-account should not be construed as the Parties agreeing to the appropriateness of the calculation or disposition of any balance which HHHI may bring forward for disposition in the future, what if any offsetting entries may be required, or even if recovery itself is appropriate. All that has been agreed to is the extent to which HHHI shall be permitted to record amounts in this account so that the issue of any potential recovery may be determined in a future proceeding if a reassessment(s) occurs.

The following outlines the proposed accounting entries:

## <u>USofA #</u> <u>Account Description</u>

Dr: 1508 Other Regulatory Assets – Sub-Account "Pole Replacement PILs Deferral Account"

Cr: 6110 Income Taxes

To record the revenue requirement impact of any reassessment issued by the Ministry of Finance related to the Audit.

Dr: 1508 Other Regulatory Assets – Sub-Account "Pole Replacement PILs Deferral Account"

Cr: 6215 Penalties

To record interest and penalties from the reassessment issue by the Ministry of Finance related to the Audit.

Dr: 1508 Other Regulatory Assets – Sub-Account "Pole Replacement PILs Deferral Account"

Cr: 4405 Interest and Dividend Income

To record simple interest, computed monthly, on the opening balance in "Pole Replacement PILs Deferral Account".