

### Staff Follow-up Question-1

**Reference: OEB Staff Question-3, PowerStream RZ, Rate Generator Model, Tab 3 Continuity Schedule, Account 1595 (2016), 1595 Workform**

In response to OEB Staff Question 3, Alectra Utilities noted that for the PowerStream RZ, it updated the residual balance for disposition in Account 1595 (2016) to reflect the difference between the OEB-approved principal and interest amounts in 2016 of \$12,770,071 and \$440,057, and the principal and interest balances recorded in the general ledger in 2016 of \$12,710,011 and \$423,733, respectively.

- a) The GL balances in Account 1595 (2016) were transferred from the associated Group 1, Group 2 and LRAM accounts in 2016. Please confirm if any balances transferred out of the associated accounts were different than the OEB-approved balances. If so, please provide a breakdown of the balances in the affected associated accounts (OEB-approved vs. GL entries for each account). If not, please explain how to reconcile the \$76,590 difference for Account 1595 (2016) in the GL vs. the associated Group 1, Group 2, and LRAM accounts in the GL and continuity schedule.
- b) If a) is confirmed, please confirm whether or not adjustments are needed for the affected associated accounts in the GL as well as the continuity schedule.

### Response:

- a) Alectra Utilities confirms that the balance transferred out of Account 1508 (Incremental Capital Charges) was different than the OEB-approved balance, as identified in Table 1, below. The transferred account balances were based on PowerStream's Draft Rate Order ("DRO") filed on August 15, 2016. As a result of comments on the DRO, PowerStream filed a revised DRO on September 12, 2016, with an update to its Group 2 account balance.

**Table 1 – Reconciliation of OEB-approved account balances**

Account	OEB-approved	GL entries	Difference
1508 (Incremental Capital Charges)	(\$65,839)	(\$142,226)	\$76,387
Projected Interest from Jan 1, 2021 to Dec 31, 2021			\$203
<b>Total</b>	<b>(\$65,839)</b>	<b>(\$142,226)</b>	<b>\$76,590</b>

- b) As identified in response to Staff Question-3, this amount has been reflected as a principal and interest adjustment in Tab "3. Continuity Schedule" in the Rate Generator Model ("RGM")

- 1 filed as attachment Staff Question-1 Attach 3\_RGM PRZ. Alectra Utilities will also record an
- 2 entry to the affected associated accounts in the GL in 2021.