



November 22, 2021

Christine E. Long Registrar Ontario Energy Board 2300 Yonge Street, 27th Floor Toronto ON M4P 1E4

Dear Ms. Long:

Re: Ottawa River Power Corp. (Ottawa River Power)
Application for 2022 Electricity Distribution Rates
Ontario Energy Board File Number: EB-2021-0052

In accordance with Procedural Order No. 1, OEB staff advises the OEB that parties have come to an agreement regarding an issues list for Ottawa River Power's 2022 distribution rate application. The proposed issues list is attached.

Further, parties are requesting that the OEB waive the requirement under rule 26.02(e)(ii) of the Rules of Practice and Procedure that the interrogatories correspond to the issues list. Parties are requesting that they may file interrogatories according to the exhibit numbers in the application. Parties believe this approach is more efficient and likely less costly.

OEB staff also advises that parties indicated that, given that the current issues list was prepared prior to the interrogatory process, parties may wish to raise additional matters for inclusion on the Issues List after the responses to the interrogatories are received.

Yours truly,

Shuo Zhang

Project Advisor – Electricity Distribution: Major Rate Applications & Consolidations

Attach.

PROPOSED ISSUES LIST EB-2021-0052

Ottawa River Power Corp. (Ottawa River Power)

1.0 PLANNING

1.1 Capital

Is the level of planned capital expenditures appropriate and is the rationale for planning and pacing choices appropriate and adequately explained, giving due consideration to:

- > customer feedback and preferences
- > productivity
- benchmarking of costs
- reliability and service quality
- impact on distribution rates
- trade-offs with OM&A spending
- government-mandated obligations
- the objectives of Ottawa River Power and its customers
- the distribution system plan
- > the business plan

1.2 OM&A

Is the level of planned OM&A expenditures appropriate and is the rationale for planning choices appropriate and adequately explained, giving due consideration to:

- customer feedback and preferences
- > productivity
- benchmarking of costs
- > reliability and service quality
- impact on distribution rates
- trade-offs with capital spending
- government-mandated obligations
- > the objectives of Ottawa River Power and its customers
- > the distribution system plan
- > the business plan

2.0 REVENUE REQUIREMENT

2.1 Are all elements of the revenue requirement reasonable, and have they been appropriately determined in accordance with OEB policies and practices?

2.2 Has the revenue requirement been accurately determined based on these elements?

3.0 LOAD FORECAST, COST ALLOCATION AND RATE DESIGN

- **3.1** Are the proposed load and customer forecast, loss factors, and resulting billing determinants appropriate, and, to the extent applicable, are they an appropriate reflection of the energy and demand requirements of Ottawa River Power's customers?
- **3.2** Are the proposed cost allocation methodology, allocations, and revenue-to-cost ratios, appropriate?
- **3.3** Are Ottawa River Power proposals, including the proposed fixed/variable splits, for rate design appropriate?
- **3.4** Are the proposed Retail Transmission Service Rates and Low Voltage rates appropriate?
- **3.5** Are the Specific Service Charges, Retail Service Charges, and Pole Attachment Charge appropriate?

4.0 ACCOUNTING

- **4.1** Have all impacts of any changes in accounting standards, policies, estimates and adjustments been properly identified and recorded, and is the rate-making treatment of each of these impacts appropriate?
- **4.2** Are Ottawa River Power's proposals for deferral and variance accounts, including the balances in the existing accounts and their disposition, and the continuation of existing accounts, appropriate?

5.0 OTHER

- **5.1** Is the proposed effective date (i.e., May 1, 2022) for 2022 rates appropriate?
- **5.2** Are the amounts proposed for inclusion in rate base for the Incremental Capital Module approved in EB-2018-0063 appropriate?

The OEB may update the issues list as necessary to define the scope of the proceeding.