

Ontario | Commission Energy | de l'énergie Board | de l'Ontario

**BY EMAIL** 

December 16, 2021

Mr. Dan Gapic Milton Hydro Distribution Inc. 200 Chisholm Drive Milton ON L9T 3G9 dangapic@miltonhydro.com

Dear Mr. Gapic:

## Re: EB-2021-0042 Application for 2022 Rates

The Ontario Energy Board (OEB) issued a Decision and Rate Order in the above-noted proceeding on December 9, 2021. In its letter filed with the OEB on December 13, 2021, Milton Hydro Distribution Inc. (Milton Hydro) provided the following comments on the Tariff of Rates and Charges.

## 1. Confirmation of Price Cap adjustment parameter used in the calculations of the rate year alignment rate rider

Milton Hydro noted that the OEB did not use the Price Cap adjustment of 3.15% as requested in the rate year alignment rate rider workform, rather, the OEB used the inflation factor of 3.3% in the calculations. Milton Hydro requested the OEB to confirm whether the use of the inflation factor instead of the requested Price Cap adjustment was unintentional. If confirmed, Milton Hydro requests that the calculation be updated to use the Price Cap adjustment of 3.15% and to update the rate rider accordingly.

## 2. Typographical error for Low Votage Service Rate (LVSR) for the Residential class

The LVSR for the Residential class as indicated in the Tariff of Rates and Charges is \$0.0011 per kWh. Milton Hydro had requested an LVSR for this class of \$0.0012 per kWh and asked that this typographical error be corrected.

## 3. Minimum Distribution Charge not updated for the 2022 Price Cap adjustment

Milton Hydro noted that it has a Minimum Distribution Charge applicable to three of its rate classes, which was not updated by the 2022 Price Cap adjustment in the Tariff of Rates and Charges. Milton Hydro requested to have the Minimum Distribution Charge updated to \$0.6624, based on the 2022 Price Cap adjustment of 3.15%, for each of the General Service 50 to 999 kW, General Service 1,000 to 4,999 kW, and Large Use rate classes.

With respect to item 1 above, the OEB confirms that the application of the inflation factor of 3.3%, rather than the requested Price Cap adjustment, in the rate year alignment workform was unintentional and that 3.15% should have been applied. The OEB further agrees with Milton Hydro's requested changes to the three errors identified above.

In accordance with the provisions of the Decision and Rate Order issued on December 9, 2021, and Rule 41.02 of the OEB's *Rules of Practice and Procedure*, the OEB is reissuing the Decision and Rate Order (with accompanying Schedule A) to reflect the corrections. The corrected Decision and Rate Order and the Tariff of Rates and Charges are now final.

The OEB notes that as a result of the errors noted in items 1 and 2, the typical residential customer's bill impact and Table 8.2 "Rate Year Alignment Rate Riders – Updated" included in the Decision and Rate Order issued on December 9, 2021 were incorrect. The corrections can be found on page 1 (bill impact) and page 16 (Table 8.2) of the corrected Decision and Rate Order.

Any questions relating to this letter should be directed to Katherine Wang at <u>katherine.wang@oeb.ca</u> or at 416-440-7619. The Board's toll-free number is 1-888-632-6273.

Yours truly,

Original signed by

Christine E. Long Registrar