

Staff Follow-up Question-1

Reference: Response to Staff Question-6 c), g); Street Lighting Class Bill Impacts

In response to Staff Question-6 c), Alectra Utilities indicated that it will communicate with its Streetlighting customers to advise of the proposed increase in bill impacts. Alectra Utilities now proposes to recover the LRAMVA balance for the Guelph RZ Streetlighting class over 36 months (response to Staff Question-6 g)).

- a) Does Alectra Utilities have a plan about when it will communicate with its Streetlighting customers in the Guelph RZ and Brampton RZ to advise of the proposed bill increases, the mitigation plans and associated bill impacts (as proposed in the response to staff question)?
- b) Please provide the feedback from the affected shareholders in the Guelph RZ and Brampton RZ.
- c) Based on Alectra Utilities' proposed mitigation plans for the Brampton RZ's and Guelph RZ's Streetlighting classes, OEB staff has updated the Rate Generator Models accordingly to reflect the mitigation plans. Please review the updated models for confirmation.

Response:

- 1 a) and b)
- 2 Alectra Utilities communicated the proposed streetlight bill impacts to representatives from the
- 3 City of Guelph and Town of Rockwood on September 22, 2022. Alectra provided an overview of
- 4 the LRAM mechanism, including the timing of recovery of lost revenues from CDM programs in
- 5 Alectra's rate applications. Further, the bill impacts based on a 12, 24 and 36 month recovery
- 6 period were presented, in addition to Alectra's proposal to recover the rate rider over 36
- 7 months. The municipal representatives did not express any concerns with the proposed 36
- 8 month recovery. Alectra has committed to proactively communicate future bill impacts with the
- 9 City of Guelph and Town of Rockwood to aid the city in budgeting for future rate increases.
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- 11 Alectra Utilities communicated the proposed streetlight bill impacts with representatives from the
- 12 City of Brampton on October 4, 2022. Based on Alectra's proposal to recover the LRAM rate
- 13 rider over 24 months, the proposed bill impact of 4.89% is comparable to the historical bill
- 14 impacts for this rate class of 4.61% in each of 2021 and 2022. Representatives from the City of
- 15 Brampton raised no concerns regarding the proposed bill impacts.

- 1 c) Alectra Utilities has reviewed the updated Rate Generator Models for the Brampton and
- 2 Guelph RZs and confirms that the calculation of the proposed LRAM rate riders and
- 3 resulting bill impacts are accurate.

Staff Follow-up Question-2

Reference: Exhibit 2, Tab 1, Schedule 7 Disposition of LRAMVA

The CDM Guidelines only allow for LRAM-eligibility for savings from CFF programs (including wind-down activities) and Local Program Fund programs until their next rebasing. Distributors are not eligible for LRAM for other IESO programs funded through the Interim Framework or for IESO programs funded through the 2021-2024 Framework.

Please confirm that Alectra Utilities is not including savings from Interim Framework programs (with the possible exception of programs delivered through the Local Program Fund) or savings from programs funded through the 2021-2024 Framework? If Alectra Utilities is seeking to claim any such savings, please identify which savings are attributable to Interim Framework programs or 2021-2024 Framework programs, and the rationale for their inclusion.

Response:

- 1 Alectra Utilities confirms that it has not included savings from Interim Framework programs or
- 2 savings from programs funded through the 2021-2024 Framework in its LRAMVA balances.