

Newmarket-Tay Power Distribution Ltd.
Interrogatories
EB-2023-0109

Please note, Newmarket-Tay Power Distribution Ltd (Newmarket-Tay Power) is responsible for ensuring that all documents it files with the OEB, including responses to OEB staff interrogatories and any other supporting documentation, do not include personal information (as that phrase is defined in the *Freedom of Information and Protection of Privacy Act*) unless filed in accordance with rule 9A of the OEB's *Rules of Practice and Procedure*.

OEB Staff – 1

Ref 1: 2023 Tariff of Rates and Charges

Please provide the following two scenarios for the tariff and rates:

- a) A tariff of rates and charges to include rates rider to dispose of a debit balance of \$456,703 in Account 1588 and a debit balance of \$468,593 over a 12-month period effective May 1, 2023
- b) A tariff of rates and charges to include rates rider to dispose of a debit balance of \$456,703 in Account 1588 and a debit balance of \$468,593 over an 11-month period effective June 1, 2023

OEB Staff – 2

Please provide a bill impact calculation for each scenario described above.

OEB Staff – 3

Ref1: 2023 IRM Application, EB-2022-0050, p15

Ref2: EB-2022-0050, Interrogatory Responses to Staff Question 7d, January 23, 2023

Ref3: OEB letter “Adjustments to Correct for Errors in Electricity Distributor “Pass-Through” Variance Accounts After Disposition” October 31, 2019

Reference 1 stated that “NTRZ had submitted a post-settlement class A adjustment in October 2020 for (\$768,874) and accrued the adjustment in December 2020 by debiting AR IESO and crediting GA 1589. It was determined the IESO posted the adjustment on the December 2020 invoice in September 2021. The adjustment was reversed in 2021 crediting AR IESO and debiting GA 1589.”

In Reference 2, Newmarket-Tay stated that “There is no corresponding adjustment to Account 1588 because the \$(768,874) adjustment was recorded to Account 1589 twice in Dec 2020”.

Reference 3 stated that “Consistent with the OEB’s past practice, an asymmetrical approach to the correction of the error may be appropriate.”

- a) Please confirm that the adjustment and reversal described in Reference 1 are still correct. If not confirmed, please explain.
- b) Please confirm that the adjustment has no effect on Account 1588 as noted in Reference 2. If not confirmed, please explain.
- c) Please explain the financial and regulatory accounting treatment if the proposed disposition of the \$768,874 adjustment for Account 1589 was denied.
- d) Please explain why Newmarket-Tay Power did not disclose the adjustment reversal in its 2022 IRM application, even though the issue was discovered in 2021, as noted in Reference 1.
- e) Please Newmarket-Tay Power believes it is entitled to recover the \$768,874 in light of Reference 3.