



InnPower Corporation

Application for electricity distribution rates and other charges beginning January 1, 2024

Decision on Issues List July 11, 2023

InnPower Corporation (InnPower) filed a cost of service application with the Ontario Energy Board (OEB) on May 12, 2023 under section 78 of the *Ontario Energy Board Act*, 1998, seeking approval for changes to the rates that InnPower charges for electricity distribution, beginning January 1, 2024 (Application). The Application was accepted by the OEB as complete on May 26, 2023, and a Notice of Hearing was issued on June 1, 2023.

On June 23, 2023, the OEB issued Procedural Order No. 1 which approved the School Energy Coalition, Vulnerable Energy Consumers Coalition, and Hydro One Networks Inc. as intervenors in this proceeding. Procedural Order No. 1 also made provision for parties to recommend any revisions to the standard Issues List for electricity distribution rate applications for the OEB's consideration.

On June 28, 2023, OEB staff filed a proposed Issues List, which included revisions from the standard Issues List for electricity distribution rate applications. OEB staff's letter indicated that all parties agreed with the proposed Issues List. In addition, OEB staff's letter requested that the OEB waive the requirement under rule 26.02(e)(ii) of the *Rules of Practice and Procedure* that interrogatories correspond to the issues list as parties may want to file interrogatories according to the exhibit numbers in the Application.

OEB staff's June 28, 2023 letter also advised that parties may wish to propose additional matters for inclusion on the Issues List after the interrogatory responses are received, given the proposed Issues List was prepared prior to the interrogatory process.

Findings

The OEB has reviewed the proposed Issues List and approves it for the purposes of this proceeding. The OEB has also considered the request to file interrogatories according to exhibit numbers and approves that request as well for this proceeding.

The OEB may update the Issues List as necessary to further define the scope of the proceeding.

THE ONTARIO ENERGY BOARD ORDERS THAT:

1. The approved Issues List is attached to this Decision as Schedule A.

DATED at Toronto, July 11, 2023

ONTARIO ENERGY BOARD

Nancy Marconi Registrar **SCHEDULE A**

ISSUES LIST

InnPower Corporation

EB-2023-0033

JULY 11, 2023

ISSUES LIST EB-2023-0033 InnPower Corporation (InnPower)

1. Capital Spending and Rate Base

- 1.1 Are the proposed capital expenditures and in-service additions appropriate?
- 1.2 Are the proposed rate base and depreciation amounts appropriate?

2. OM&A

- 2.1 Are the proposed OM&A expenditures appropriate?
- 2.2 Is the proposed shared services cost allocation methodology and the quantum appropriate?

3. Cost of Capital, PILs, and Revenue Requirement

- 3.1 Is the proposed cost of capital (interest on debt, return on equity) and capital structure appropriate?
- 3.2 Is the proposed PILs (or Tax) amount appropriate?
- 3.3 Is the proposed Other Revenue forecast appropriate?
- 3.4 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?
- 3.5 Is the proposed calculation of the Revenue Requirement appropriate?

4. Load Forecast

4.1 Is the proposed load forecast methodologies and the resulting load forecasts appropriate?

5. Cost Allocation, Rate Design, and Other Charges

- 5.1 Are the proposed cost allocation methodology, allocations, and revenue-to-cost ratios, appropriate?
- 5.2 Is the proposed rate design, including fixed/variable splits, appropriate?
- 5.3 Are the proposed Retail Transmission Service Rates and Low Voltage rates appropriate?
- 5.4 Are the proposed loss factors appropriate?
- 5.5 Are the Specific Service Charges and Retail Service Charges appropriate?
- 5.6 Are rate mitigation proposals required and appropriate?
- 5.7 Is the new Embedded Distributor rate class appropriate?

6. Deferral and Variance Accounts

- 6.1 Are the proposals for deferral and variance accounts, including the balances in the existing accounts and their disposition, requests for new accounts, requests for discontinuation of accounts, and the continuation of existing accounts, appropriate?
- 6.2 Is InnPower's request to use a deferral account to track the capital contributions made for the Barrie Area Transformer Upgrade project between 2025-2027 appropriate? In the alternative, if the deferral account is not approved, is InnPower's request to use the Advanced Capital Module to recover the capital contributions made for the Barrie Area Transformer Upgrade project between 2025-2027 appropriate?

7. Other

- 7.1 Is the proposed effective date appropriate?
- 7.2 Has InnPower responded appropriately to all relevant OEB directions from previous proceedings?