

Via RESS
13 October 2023

Ms. Nancy Marconi
Registrar
Ontario Energy Board
2300 Yonge Street, 27th Floor
Toronto, Ontario
M4P 1E4

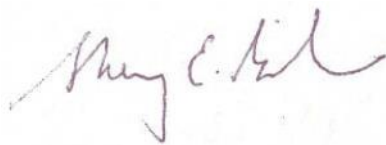
Dear Ms. Marconi,

**Re: Kingston Hydro Corporation _Electricity Distribution License ED-2003-0057
2024 IRM (EB-2023-0034) _Responses to OEB Staff Questions**

Attached please find complete responses to OEB staff questions received October 6, 2023, with respect to Kingston Hydro Corporation's 2024 IRM distribution rate application (EB-2023-0034) filed August 17, 2023, for electricity distribution rates effective January 1, 2024.

Kingston Hydro's responses are being filed through the OEB's online RESS filing system.

Yours truly,



Sherry Gibson
Manager, Revenue and Regulatory Affairs

Attachment

**Kingston Hydro Corporation
 Responses to OEB Staff Questions
 2024 IRM Rates Application
 EB-2023-0034**

OEB Staff Question - 1

Ref: 2024 IRM Rate Generator, Tab 11, 15 and 20

On September 28, 2023 the OEB issued a letter regarding 2024 Preliminary Uniform Transmission Rates (UTRs) and Hydro One Sub-Transmission Rates.¹ The OEB determined to use of preliminary UTRs to calculate 2024 Retail Service Transmission rates (RTSR) to improve regulatory efficiency, allowing for this data to feed into the rate applications including annual updates for electricity distributors on a timelier basis. The OEB also directed distributors to update their 2024 application with Hydro One Network Inc.’s proposed host RTSRs. Any further updates to Hydro One’s proposed host RTSR will be reflected in the final rate generator.

OEB staff has updated Kingston Hydro rate generator with the preliminary UTRs/and proposed host RTSR by HONI as follows:

Uniform Transmission Rates		Unit	2022 Jan to Mar		2022 Apr to Dec		2023 Jan to Jun		2023 Jul to Dec		2024
Rate Description			Rate				Rate				Rate
Network Service Rate	kW	\$	5.13	\$	5.46	\$	5.60	\$	5.37	\$	5.76
Line Connection Service Rate	kW	\$	0.88	\$	0.88	\$	0.92	\$	0.88	\$	0.95
Transformation Connection Service Rate	kW	\$	2.81	\$	2.81	\$	3.10	\$	2.98	\$	3.21

Hydro One Sub-Transmission Rates		Unit	2022		2023		2024
Rate Description			Rate				Rate
Network Service Rate	kW	\$		4.3473	\$	4.6545	\$ 4.5778
Line Connection Service Rate	kW	\$		0.6788	\$	0.6056	\$ 0.6056
Transformation Connection Service Rate	kW	\$		2.3267	\$	2.8924	\$ 3.0673
Both Line and Transformation Connection Service Rate	kW	\$		3.0055	\$	3.4980	\$ 3.6729

If needed, add extra host here. (I)	Unit	2022	2023	2024
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Question: Please confirm the accuracy of the Rate Generator update, as well as the accuracy of the resulting Retail Transmission Service Rates following these updates.

¹ OEB Letter, EB-2023-0222, 2024 Preliminary Uniform Transmission Rates and Hydro One Sub-Transmission Rates, issued September 28, 2023

Kingston Hydro Response Staff Question 1: Kingston Hydro has confirmed the accuracy of the Rate Generator update of the Retail Transmission Service Rates within the 2024 IRM Application EB 2023-0034 live Excel model. Kingston Hydro has selected the “Update” function within Tab 21 (Bill Impacts) to populate the updated RTSR rates on Tab 21 (Bill Impacts).

OEB Staff Question-2

Ref: Rate Generator Model, Tab 3, Continuity Schedule

On September 12, 2023, the OEB published the 2023 Quarter 4 prescribed accounting interest rates applicable to the carrying charges of deferral, variance and construction work in progress (CWIP) accounts of natural gas utilities, electricity distributors and other rate-regulated entities.

Question: Please update Tab 3 (Continuity Schedule) as necessary to reflect the Q4 2023 OEB-prescribed interest rate of 5.49%.

Kingston Hydro Response Staff Question 2: Kingston Hydro has updated Tab 3 (Continuity Schedule) to reflect the Q4 2023 prescribed interest rate of 5.49% within the 2024 IRM Application EB 2023-0034 live Excel model.