



TABLE OF CONTENTS

EXHIBIT 6 – REVENUE REQUIREMENT.....	2
SCHOOL ENERGY COALITION	2
6-SEC-27	2
VULNERABLE ENERGY CONSUMERS COALITION (VECC)	2
6.0-VECC-55.....	2

TABLES

Table 6-1: Appendix 2-H USoA 2024 Drivers.....	3
--	---

EXHIBIT 6 – REVENUE REQUIREMENT

SCHOOL ENERGY COALITION

6-SEC-27

[Ex.6, Appendix 2-JH]

Please provide a revised version of Appendix 2-JC that includes additional columns to show year-to-date actuals for 2023, and year-to-date actuals at the same point in time in 2021 and 2022.

SNC Response:

Please refer to the response to 4-SEC-19.

VULNERABLE ENERGY CONSUMERS COALITION (VECC)

6.0-VECC-55

Reference: Exhibit 6, pages 21-24

Exhibit 8, page 15

Appendix 2-H

- a) For each of the USOAs in Appendix 2-H please explain the basis for the 2024 forecast values.
- b) Please provide the details supporting the proposed charge of \$26.75 for an Easement Letter (per Exhibit 3, page 23 and Exhibit 8, page 15). Also, how many Easement Letters does SNC issue per year on average?

SNC Response:

- a) 2024 Budgets are developed for each line item using historic annual account totals and expected changes in activity. Professional judgment is used to develop each budget line item.

TABLE 6-1: APPENDIX 2-H USOA 2024 DRIVERS

USoA #	USoA Description	Line Items	2024
	Reporting Basis		
4235	Specific Service Charges		\$ (282,756)
	Microfit S/C	\$ (12,940)	
	U/G - Joint Use/Streetlight	\$ (48,816)	
	Reconnection Charges	\$ (46,000)	
	Change of Occupancy	\$ (175,000)	
		\$ (282,756)	
4225	Late Payment Charges		\$ (366,000)
	Based on actual prorated results at time of budget, in line with prior year actuals		
4080	SS Administration		\$ (168,882)
	Projected customer counts (excludes retailer customers) * \$0.25.		
4082	Retail Services Revenues		\$ (40,859)
	Retailer Service Revenues budget based on history and trends by line item.		
	Fixed Retailer service agreement	\$ (107)	
	Monthly fixed service fees	\$ (19,785)	
	Monthly variable service fees	\$ (13,133)	
	LDC Bill ready charge to retailers	\$ (7,834)	
		\$ (40,859)	
4084	Service Transaction Requests (STR) Revenues		\$ (289)
	Retailer STR budget based on history and trends by line item.		
4210	Rent from Electric Property		\$ (1,279,513)
	Special meter reads	\$ (2,595)	
	Wireline Attachment Revenue	\$ (1,276,918)	
	Based on 2022 total attachments + estimated connect growth at the new	\$ (1,279,513)	
	OEB attachment rate of \$37.78		



USoA #	USoA Description	Line Items	2024
4220	Other Electric Revenues		\$ (49,704)
	See Exhibit 6, Table 6-18. Revenue from Affiliates.		
	This represents the net billing relating to SNC staff performing work for Thunder Bay Hydro Utility Services Inc. for various back-office services provided to other NWO LDC's.		
4245	Government Assistance Directly Credited to Income		\$ (516,145)
	Calculated Deferred Contribution amortization, annually from 2014 through 2024. Annual calculation is in line with a 45 year amortization period.		
4360	Loss on Disposition of Utility and Other Property		\$ 298,502
	Revenue 4 scrapped Vehicles - estimate from fleet dept	\$ (49,000)	
	Revenue Scrap Metal = Avg of 2018, 2019 and 2021 (years with significant scrap sales)	\$ (204,302)	
	SNC began refurbishing transforms, reduce Transformers Loss to 50% of the three year average	\$ 5,015	
	Loss Meters = used three year average	\$ 118,669	
	SNC performed a review of the expected capital projects to be performed in the year and calculated the NBV of the assets being disposed	\$ 428,120	
		\$ 298,502	
4375	Revenues from Non-Utility Operations		\$ (324,597)
	See Exhibit 6, Table 6-18. Revenue from Affiliates, Meter Service Provider and Locates. Revenue associated with services billed to Affiliates, includes wages, benefits and trucking		
4380	Expenses of Non-Utility Operations		\$ 280,546
	See Exhibit 6, Table 6-18. Expenses of services billed to Affiliates, includes wages, benefits and trucking.		
4405	Interest and Dividend Income		\$ (345,000)
	Source = Cash flow projection for 2024		
	Projected month end bank balance, Interest at Prime 5.95% less 1.85% = 4.1%/annum.		
			\$ (2,794,697)

b) These requests are received from various law offices that want information on any registered and unregistered easement and asset information installed on a specified property. At a minimum, it takes 30 minutes for an Engineering Technologist to review our mapping and then draft a response. (Wage in 2024 = \$46.56/hr with overheads @ 15%) = Cost to the corporation of \$26.75. From January 2021 to Oct 2023, there have been 20 total easement letter requests, an average of 7 per year.