

OEB Staff INTERROGATORY- 04**Interrogatory:**

In order to proceed with Upper Canada's (UCT2) application, OEB staff requires following clarifications in relation to section 5.1 (a) "General Requirement for and Amount of Security Deposit":

1. The section contains references to "SGIA" which is not a defined acronym in the Transmission System Code nor in UCT2's Transmission Connection Procedures. Please clarify.
2. The section refers to "Final Expiration Date" which is not a defined term in the Transmission System Code nor in UCT2's Transmission Connection Procedures. Please clarify.
3. The section allows for security deposit to be provided in the form of a letter of credit or a parental guarantee. Please explain whether this is compliant with section 6.3.11(a) of the Transmission System Code that "*allow a customer to provide the security deposit in the form of cash, letter of credit or surety bond, as may be selected by the customer, or such other form as the customer and the transmitter may agree*"?
4. The section specifies the release of security deposit to the customer "within 5 business days after the generator achieves commercial operation or 90 days after the termination of the SGIA". Please explain whether this is compliant with section 6.3.10 of the Transmission System Code that requires that the transmitter "*shall return the security deposit to the customer, together with interest at the rate referred to in section 6.3.11, less the amount of any capital contribution owed by the customer, once the customer's facilities are connected to the transmitter's transmission facilities*"?

Response:

1. The term "SGIA", intended to refer to "Small Generator Interconnection Agreement", has been removed from this document.
2. The statement referring to "Final Expiration Date" was incorrectly included in this document and as such has been removed.
3. Section 5.1 has been modified to clearly articulate that security deposits shall comply with section 6.3.11(a) of the Transmission System Code that "allow a customer to provide the security deposit in the form of cash, letter of credit or surety bond, as may be selected by the customer, or such other form as the customer and the transmitter may agree."

4. This statement referring to a specified timeframe for the release of security deposit (note the same statement including the "SGIA" term) was incorrectly included in this document and as such has been removed.