## Rideau St. Lawrence Distribution Inc. EB-2024-0053 December 13, 2024 OEB Staff Questions

Please note, that Rideau St. Lawrence Distribution Inc. (Rideau St. Lawrence Distribution) is responsible for ensuring that all documents it files with the OEB, including responses to OEB staff questions 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*.

1-Staff-1

Update to the 2025 Rate Generator Model

- Ref 1: Rate Generator Model (RGM), Tabs 11 and 18
- Ref 2: Uniform Transmission Rates (UTRs) and Retail Transmission Service Rates (RTSR)
- Ref 3: Rural or Remote Electricity Rate Protection (RRRP)
- Ref 4: Bill Impacts and Time of Use Prices Set by the OEB for November 1, 2024

In Reference 2, on November 1, 2024, the OEB announced preliminary Uniform Transmission Rates (UTRs) effective January 1, 2025.<sup>1</sup> The OEB also announced that an embedded distributor may update its Retail Transmission Service Rates (RTSRs) with Hydro One Networks Inc.'s (HONI) proposed host RTSRs.<sup>2</sup>

In Reference 3, on December 10, 2024, the OEB announced the regulatory charges effective 1 January 2025, for the Rural or Remote Electricity Rate Protection (RRRP) charge.<sup>3</sup>

In Reference 4, the OEB announced changes to electricity prices under the Regulated Price Plan (RPP) for households, small business and farms, effective November 1, 2024. Also, the Ontario Electricity Rebate (OER) was changed to 13.1%.

<sup>&</sup>lt;sup>1</sup> EB-2024-0244, OEB Letter "2025 Preliminary Uniform Transmission Rates", issued November 1, 2024

<sup>&</sup>lt;sup>2</sup> Ibid.

<sup>&</sup>lt;sup>3</sup> EB-2024-0282, Decision and Order, December 10, 2024

OEB staff has updated Rideau St. Lawrence Distribution's Rate Generator Model with the 2025 preliminary UTRs, RTSRs for HONI, OER, and RRRP.

#### Table 1: Uniform Transmission Rates

Uniform Transmission Rates	Unit		2023 Jan to Jun		2023 Jul to Dec	2024 Jan to Jun		2024 Jul to Dec	2025	
Rate Description			Rat	te		R	ate		Rate	
Network Service Rate	kW		\$ 5.60	\$	5.37	\$ 5.78	\$	6.12	\$	6.25
ine Connection Service Rate	kW	5	\$ 0.92	\$	0.88	\$ 0.95	\$	0.95	\$	1.00
ransformation Connection Service Rate	kW	:	\$ 3.10	\$	2.98	\$ 3.21	\$	3.21	\$	3.39

## Table 2: Hydro One Sub-Transmission Rates

Hydro One Sub-Transmission Rates	Unit		2023		2024		2025	
Rate Description			Rate		Rate		Rate	
Network Service Rate	kW	\$		4.6545	\$	4.9103	\$	5.2172
Line Connection Service Rate	kW	\$		0.6056	\$	0.6537	\$ 1	0.6537
Transformation Connection Service Rate	kW	s		2.8924	\$	3.3041	\$	3.3041
Both Line and Transformation Connection Service Rate	kW	\$		3.4980	\$	3.9578	\$ $\mathbf{X}$	3.9578

### Table 3: Time of Use RPP Prices and Percentages and Ontario Electricity Rebate

As of		November 1,	, 2024
Off-Peak	\$/kWh	0.0760	64%
Mid-Peak	\$/kWh	0.1220	18%
On-Peak	\$/kWh	0.1580	18%

### Table 4: Time of Use RPP Prices and Percentages and Ontario Electricity Rebate

Ontario Electricity Rebate (OER)	\$ 13.10%

### Table 5: Rural or Remote Electricity Rate Protection Charge

Regulatory Charges			
Effective Date of Regulatory Charges		January 1, 2024	January 1, 2025
Wholesale Market Service Rate (WMS) - not including CBR	\$/kWh	0.0041	0.0041
Capacity Based Recovery (CBR) - Applicable for Class B Customers	\$/kWh	0.0004	0.0004
Rural or Remote Electricity Rate Protection Charge (RRRP)	\$/kWh	0.0014	0.0015
Standard Supply Service - Administrative Charge (if applicable)	\$/kWh	0.25	0.25

## Question(s):

a) Please confirm the accuracy of these updates in the attached Rate Generator Model and ensure that all tabs are updated accordingly.

## 1-Staff-2

# Account 1509 Sub-account Forgone Revenue from Postponing Rate Implementation

## Ref 1: Manager's Summary, p. 16 Ref 2: EB-2023-0050, Decision and Rate Order, March 21, 2024, p. 2

In Reference 1, Rideau St. Lawrence Distribution appears to be requesting for final disposition of the actual residual credit balance of \$2,140 in Account 1509 similar to the request approved during the 2024 IRM proceeding.

In Reference 2, Rideau St. Lawrence Distribution requested for disposition of a debit balance of \$2,140 and the OEB approved the disposition over a one-year period on a final basis during the 2024 IRM proceeding.

### Question(s):

 a) Please confirm that Rideau St. Lawrence Distribution is requesting for disposition of a credit balance of \$2,140 in this proceeding. Please also provide reasoning for making the request when a debit amount was approved by the OEB during Rideau St. Lawrence Distribution's 2024 IRM proceeding.

## 1-Staff-3

### 1588 RSVA – Power

## Ref: Manager's Summary p. 15

In the above reference, Rideau St. Lawrence Distribution noted that there was an incorrect amount entered into the 2023 Reporting and Record-keeping Requirements (RRR). This incorrect amount was noted to have resulted in a variance between the ending balance of the continuity schedule and the reported RRR balance.

#### Question(s):

- a) Please explain how Rideau St. Lawrence Distribution identified the error in reference and explain the nature of the error.
- b) Please confirm if the error will impact any other accounts
- c) Please file an updated model where further update is required

### 1-Staff-4

### **Continuity Schedule**

### Ref : Rate Generator Model (RGM), Tab 3

On September 13, 2024, the OEB published the 2024 Quarter 4 (Q4) 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(s):

a) Please confirm if Tab 3 (Continuity Schedule) accounts for the Q4 prescribed interest rate. If not, please reflect the Q4 2024 OEB-prescribed interest rate of 4.40% in Tab 3, as appropriate.

### 1-Staff-5

### Account 1588 Reasonability

### **Ref: GA Analysis Workform**

The annual Account 1588 balance relative to the cost of power is expected to be small. Where it is greater than +/-1%, an explanation is expected to be provided. OEB staff notes that Rideau St. Lawrence Distribution's Account 1588 balance relative to the cost of power is 1.5% which is above the reasonability threshold.

### Question(s):

a) Please provide further explanations by filling out the attached reasonability test schedule.