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File No. 17001.13

August 8, 2025

BY EMAIL & RESS
registrar@oeb.ca

Mr. Ritchie Murray
Ontario Energy Board
2300 Yonge Street, 27th floor
P.O. Box 2319
Toronto, ON M4P 1E4

Dear Mr. Murray,

Re: E.L.K. Energy Inc. (“E.L.K. Energy”) Application for 2025 Distribution Rates (EB-2024-0015)
Updated Incentive Rate-Setting Mechanism (“IRM”) Model

Further to E.L.K. Energy’s update letter dated July 31, 2025, E.L.K. Energy has completed its investigation with Hydro One Networks Inc. (“**HONI**”) and the Independent Electricity System Operator (“**IESO**”) regarding the balances in Accounts 1588 and 1589. As stated in that letter, E.L.K. Energy requests to resume the proceeding as it relates to Accounts 1588 and 1589, and by extension Account 1550.

Please find attached an updated IRM Model which implements this request, by re-including the balances in these three accounts into Deferral and Variance Account (“**DVA**”) balances requested for disposition, the calculation of rate riders, and presentation of bill impacts. Re-inclusion of these balances reverts E.L.K. Energy’s disposition requests to those included at the Supplemental Interrogatory Response phase of this proceeding, and its submissions dated May 2, 2025.

On the reintroduction of these balances into the IRM Model, E.L.K. Energy has re-instated a 48 month disposition period for Group 1 DVA balances. The IRM Model submitted alongside E.L.K. Energy’s Reply Argument dated July 24, 2025 provided for the disposition of a credit balance of only (\$351,940), and within this context E.L.K. Energy acquiesced to OEB Staff’s recommendation that disposition be completed over a 12 month period. This updated IRM Model returns the requested disposition to the previously requested credit of (\$6,735,391); well exceeding E.L.K. Energy’s annual distribution revenue. Within this context, E.L.K. Energy resumes its request for a 48 month disposition period to mitigate negative impacts on E.L.K. Energy’s financial viability.

Please contact the undersigned with any questions.

Yours truly,

BORDEN LADNER GERVAIS LLP

A handwritten signature in black ink, appearing to read "Colm Boyle". The signature is written in a cursive, flowing style.

Colm Boyle

CB/JV