VIA RESS and EMAIL

July 9, 2026

Ritchie Murray
Registrar
Ontario Energy Board
2300 Yonge Street, 27th Floor
Toronto, Ontario M4P 1E4

Dear Ritchie Murray:

Re: Independent Electricity System Operator (IESO)
2026-2028 Fees
Consumers Council of Canada (CCC) Interrogatories
OEB File No. EB-2026-0142

In accordance with the Decision on Issues List and Procedural Order No. 1, dated June 19, 2026, please find attached CCC's interrogatories with respect to the above noted application.

Yours truly,

Lawrie Gluck

Lawrie Gluck
Consultant for the Consumers Council of Canada

cc: All parties in EB-2026-0142

Independent Electricity System Operator

2026-2028 Fees

Consumers Council of Canada

Interrogatories

July 9, 2026

Exhibit C – Revenue Requirement and Usage Fees

C-CCC-1
Ref: Exhibit C, Tab 1, Schedule 1, pp. 4-5
Exhibit C, Tab 2, Schedule 1, pp. 3-5
Exhibit G, Tab 1, Schedule 1, Attachment 7

Preamble:

The charge determinants used to calculate domestic usage fees for 2026 are based on actual withdrawal data for January, February, and March 2026, and forecast withdrawal data for April through December 2026, as set out in the IESO's 2026 APO. The charge determinants used to calculate domestic usage fees for 2027 and 2028 are based on forecast withdrawal data from the IESO's 2026 APO. In all cases, withdrawals are adjusted to reflect estimated losses and include generation embedded within local distribution networks.

The charge determinants used to calculate export usage fees are based on actual export volumes for January, February, and March 2026, and the most recent export forecast for April through December 2026, as well as for 2027 and 2028, adjusted to exclude estimated losses.

Question(s):

a) Please provide a table that shows a comparison of the proposed 2026 domestic charge determinants relative to updated charge determinants calculated using the most recent 2026 actuals (i.e., to the end of June 2026 or later). As part of the response, please advise whether the use of these updated actuals has an impact on the domestic charge determinant forecast for the second half of 2026 and 2027-2028.

b) Please provide the source of the forecast charge determinants for the export usage fees (i.e., "the most recent export forecast.") As part of the response, please explain the methodology used to derive the forecast of the export charge determinants.

c) Please provide a table that shows a comparison of the proposed 2026 export charge determinants relative to updated charge determinants calculated using the most recent 2026 actuals (i.e., to the end of June 2026 or later). As part of the response, please also advise whether the use of these updated actuals has an impact on the export charge determinant forecast for the second half of 2026 and 2027-2028.

d) Please explain the methodology used, and the basis, for the derivation of the total line losses shown in Table 2 of Exhibit C, Tab 2, Schedule 1, p. 4.

e) Please file the live cost allocation models for each year of the 2026-2028 period that was used to derive the proposed domestic and export usage fees (based on the proposed charge determinants).

C-CCC-2
Ref: Exhibit C, Tab 3, Schedule 1, Attachment 1

Question(s):

a) Please show where, with citations to the evidence, each of the other fees and interest/investment income is netted against the revenue requirement that is proposed to be recovered through the domestic and export usage fees.

b) For each of the other fees listed in Attachment 1, please provide a more detailed explanation, including the calculations, of the forecast revenues for each year in the 2026-2028 period. As part of the response, please explain the decline in other fee-related revenues between 2025 and 2026 (as applicable).

c) For each of the other fees listed in Attachment 1, please explain the drivers for the change between 2025 budgeted and 2025 actual revenues.

d) For each of the other fees listed in Attachment 1, please provide the 2026 year-to-date revenues.

Exhibit D – Operating Expenditures

D-CCC-3
Ref: Exhibit D, Tab 1, Schedule 1, pp. 2-3

Question(s):

Please provide a more detailed explanation of the $14.4M increase in 2023-2025 costs associated with the "net impact of under-capitalization." As part of the response, please breakout the individual drivers for this cost increase (e.g., project timing delays, etc.).

D-CCC-4
Ref: Exhibit D, Tab 1, Schedule 3, pp. 1-2

Question(s):

a) Please further explain the statement that funding for 19 FTEs associated with DSM was shifted from the global adjustment to the IESO fee. More specifically, please advise whether these 19 FTEs were already employed by the IESO but their compensation was previously funded in a different manner.

b) Please provide the positions/roles that comprise the six FTEs that "support both strategy and workforce planning."

D-CCC-5
Ref: Exhibit D, Tab 1, Schedule 3, Attachment 3 p. 6

Question(s):

Please provide a table that shows a comparison of the compensation benchmarking results as shown on p. 6 of the Mercer study and the compensation benchmarking results as filed in the 2023-2025 IESO revenue requirement application.

D-CCC-6
Ref: Exhibit D, Tab 2, Schedule 1, pp. 1-3

Question(s):

a) Please provide the actual interest rate for the credit facility for each year of the 2023-2025 period and the forecast interest rate for the credit facility for each year of the 2026-2028 period.

b) Please provide the current actual interest rate and the forecast interest rate (after renegotiation) for the note payable.

c) Please further explain the basis for the assumption that the 2026-2028 volume of funds settled for the market will decline below 2025 actuals.

d) For each year of the 2023-2028 period, please breakout the short-term investment income between market interest income and corporate interest income.

e) Please provide a table showing for each year of the 2023-2028 actual / forecast period:

   i. The total dollar value of the funds settled for the market
   ii. The number of investment income settlement days
   iii. The average overnight interest rate
   iv. The resulting short-term interest income

   As part of the response, pleas explain how the number of investment income settlement days is derived / forecast.

Exhibit E – Capital Expenditures

E-CCC-7

Ref: Exhibit E, Tab 2, Schedule 1, pp. 4-6

Question(s):

With respect to the Space Needs Program, please provide:

i. The budget for each phase of the program as set out in the relevant project charters

ii. The revised budgets for each phase of the program and the internal documentation showing the revision to the budget and the basis for the revision (as applicable)

iii. The latest actuals/estimates for the completion of each phase of the program.