Ontario Energy Board | Commission de l'énergie de l'Ontario

Ontario

BY E-MAIL

October 22, 2026

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

Dear Ritchie Murray:

Re: London Hydro Inc. (London Hydro)
Application for 2027 Electricity Distribution Rates
Ontario Energy Board File Number: EB-2026-0056

In accordance with Procedural Order No. 1, OEB staff advises the OEB that parties have come to an agreement to revise the standard Issues List for London Hydro's 2027 distribution rate application. The proposed issues list is attached and includes the following revision to Issue 3.3 as well as the addition of Issues 7.3, 7.4, and 7.5 noted below:

- 3.3 Is the proposed Other Revenue forecast, including the forecast Green Button Services revenue, appropriate?
- 7.3 Is London Hydro's proposed treatment of the previously approved Advanced Capital Module for the Customer Information System Refresh project, including the exclusion of the project costs in rate base, termination of the ACM rate rider, and refund of amounts collected through the rate rider, appropriate?
- 7.4 Is London Hydro's proposal concerning its non-distribution Green Button services, including discontinuation of those services, the proposed treatment of the Green Button Net Revenue Deferral Account, and discontinuation of separate annual return-on-equity reporting, appropriate?
- 7.5 Is London Hydro's proposal to deem MTS-1 a distribution asset under section 84(a) of the *Ontario Energy Board Act, 1998* appropriate?

Further, parties are requesting that the OEB waive the requirement under rule 26.02(e)(ii) of the *Rules of Practice and Procedure* that the interrogatories correspond to the issues list. Parties are requesting that they may file interrogatories according to the exhibit numbers in the application.

OEB staff also advises that parties indicated that, given that the current issues list was prepared prior to the interrogatory process, parties may wish to raise additional matters for inclusion on the Issues List after the responses to the interrogatories are received in accordance with Rule 28.08 of the *Rules of Practice and Procedure*.

Yours truly,

Arlene Bernardo

Digitally signed by Arlene Bernardo
Date: 2026.10.22 16:20:23 -04'00'

Arlene Bernardo
Advisor, Distribution Rates and Economics

Cc: All parties in EB-2026-0056

SCHEDULE A

LONDON HYDRO INC.

EB-2026-0056

PROPOSED ISSUES LIST

1. **Capital Spending and Rate Base**
   - 1.1 Are the proposed capital expenditures and in-service additions appropriate?
   - 1.2 Are the proposed rate base and depreciation amounts appropriate?

2. **OM&A**
   - 2.1 Are the proposed OM&A expenditures appropriate?
   - 2.2 Is the proposed shared services cost allocation methodology and the quantum appropriate?

3. **Cost of Capital, PILs, and Revenue Requirement**
   - 3.1 Is the proposed cost of capital (interest on debt, return on equity) and capital structure appropriate?
   - 3.2 Is the proposed PILs (or Tax) amount appropriate?
   - 3.3 Is the proposed Other Revenue, including the forecast Green Button Services revenue, appropriate?
   - 3.4 Have all impacts of any changes in accounting standards, policies, estimates and adjustments been properly identified and recorded, and is the rate-making treatment of each of these impacts appropriate?
   - 3.5 Is the proposed calculation of the Revenue Requirement appropriate?

4. **Load Forecast**
   - 4.1 Is the proposed load forecast methodologies and the resulting load forecasts appropriate?

5. **Cost Allocation, Rate Design, and Other Charges**
   - 5.1 Are the proposed cost allocation methodology, allocations, and revenue-to-cost ratios, appropriate?
   - 5.2 Is the proposed rate design, including fixed/variable splits, appropriate?
   - 5.3 Are the proposed Retail Transmission Service Rates and Low Voltage rates appropriate?
   - 5.4 Are the proposed loss factors appropriate?
   - 5.5 Are the Specific Service Charges and Retail Service Charges appropriate?
   - 5.6 Are rate mitigation proposals required and appropriate?

6. **Deferral and Variance Accounts**
   - 6.1 Are the proposals for deferral and variance accounts, including the balances in the existing accounts and their disposition, requests for new accounts, requests for discontinuation of accounts, and the continuation of existing accounts, appropriate?

7. Other

7.1 Is the proposed effective date appropriate?

7.2 Has the applicant responded appropriately to all relevant OEB directions from previous proceedings?

7.3 Is London Hydro's proposed treatment of the previously approved Advanced Capital Module for the Customer Information System Refresh project, including the exclusion of the project costs in rate base, termination of the ACM rate rider, and refund of amounts collected through the rate rider, appropriate?

7.4 Is London Hydro's proposal concerning its non-distribution Green Button services, including discontinuation of those services, the proposed treatment of the Green Button Net Revenue Deferral Account, and discontinuation of separate annual return-on-equity reporting, appropriate?

7.5 Is London Hydro's proposal to deem MTS-1 a distribution asset under section 84(a) of the Ontario Energy Board Act, 1998 appropriate?