Grimsby Power Incorporated
EB-2026-0044
November 3, 2026

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Staff Question-1
Ref. 1: Response to OEB Staff Question 5

Preamble:

In response to the OEB Staff Question 5, Grimsby Power Inc. (GPI) updated its 2027 IRM Rate Generator Model. The updated model indicates a Group 1 deferral and variance account disposition calculation of $0.0008 per kWh, which is below the OEB's disposition threshold of $0.001 per kWh.

Question(s):

a. Please provide an explanation for requesting to dispose below the threshold of +/-0.001.

GPI Response

In the 2027 IRM Rate Generator Model originally filed on August 13, 2026, the calculated Group 1 Deferral and Variance Account disposition calculation was $0.0003 per kWh. At that time, this amount was below the OEB's disposition threshold of $0.001 per kWh. As a result, in its original IRM application filed on August 13, 2026, GPI provided an explanation on page 7 of 23, lines 142 to 148, supporting its request to proceed with the disposition despite the calculated disposition per kWh being below the OEB threshold.

"Although GPI is below the threshold we believe it is prudent to dispose of the total claim amount of $85,944. …When this amount is allocated across the various rate classes, the resulting rate riders round to at least three decimal places for all rate class. Accordingly, no negligible rate riders result. Taking this into consideration, GPI continues to believe that it is prudent to dispose of these amounts."

In response to OEB Staff's Question 5, and resulting updates to the 2027 IRM Rate Generator Model the Group 1 Deferral and Variance Account disposition calculation

increased to $0.0008 per kWh. This amount rounds to $0.001 per kWh when expressed to three decimal places and is only $0.0002 per kWh below the OEB's $0.001 per kWh disposition threshold.

As with the original application, allocating the variance amount of $215,373 across all rate classes results in rate riders that round to at least three decimal places for every rate class. Furthermore, even with the disposition of the $215,373 balance, the overall bill impact remains a decrease for customers in all rate classes, except for a Street Lighting customer enrolled with a retailer, who would experience a modest total bill increase of approximately 0.4%.

Therefore, GPI believes that disposition of the Group 1 balance is reasonable and prudent, as it supports the timely clearing of deferral and variance account balances while maintaining minimal customer bill impacts.