9 December 2008

Ms. Kirsten Walli, Board Secretary Ontario Energy Board P.O. Box 2319 2300 Yonge Street, 27th Floor Toronto, ON M4P 1E4

Dear Ms. Walli:

Re: EB-2007-0707 - Phase IIA Cost Award - GEC et al Motion to Vary

Attached please find a motion seeking a variance to the Board's IPSP phase IIA costs decision of November 28th to allow for the change in the Canada/U.S. exchange rate between the submission of the costs request and the Decision. Our request is limited to the two consulting groups we retained that had hourly rates denominated in U.S. currency. A second colour-coded version of the schedule to the affidavit is included for ease of reference.

We are proposing that this motion be dealt with in writing. We do not require an opportunity to make further submissions but we reserve our right to respond to any submissions that other parties might make.

We trust this is satisfactory.

Sincerely,

David Poch

Cc: all parties

**IN THE MATTER OF** sections 25.30 and 25.31 of the *Electricity Act, 1998*;

**AND IN THE MATTER OF** an application by the Ontario Power Authority for review and approval of the Integrated Power System Plan and proposed procurement processes.

**AND IN THE MATTER OF** Rule 42 of the Board's Rules of Practice and Procedure.

#### NOTICE OF MOTION FOR REVIEW AND VARIANCE

The Moving Parties, the Green Energy Coalition, Pembina and OSEA, (hereinafter GEC) bring this written motion to the Board for an order:

- (1) Varying the Decision of the Board dated November 28<sup>th</sup>, 2008 with respect to the calculation of costs for phase IIA in this matter attributable to certain of GEC's U.S. based experts to increase the cost award by \$82,849.11, being an amount sufficient to offset the change in the exchange rate between the time of the cost claim submission and the Board's Decision;
- (2) An order of the Board extending time for the filing of this Motion, should it be required; and,
- (3) Such further and other order that the Moving Party requests and that the Board considers appropriate.

### The grounds for the orders are:

- (1) Since the submission of the phase IIA costs claim there has been a change in circumstances and new facts have arisen that were not previously placed in evidence in the proceeding and could not have been discovered by reasonable diligence at the time.
- (2) Since the time of the submission of the claim the Canada-US exchange rate has changed by approximately 13 cents and has done so at a pace that is unprecedented in recent times.

- (3) Varying the cost award to adjust for this change will result in a fairer award and support the ability of parties appearing before the Board to engage foreign experts where appropriate in future.
- (4) Rules 8, 42 and 44.01(a)(ii),(iii), and (iv) of the Board's Rules of Practice and Procedure.

# **THE FOLLOWING DOCUMENTARY EVIDENCE** is filled in support of this motion:

Affidavit of Kai Millyard, dated December 8, 2008.

### THE MOVING PARTIES PROPOSE THAT THIS MOTION BE HEARD IN WRITING.

Dated: December 9, 2008

TO: Board Secretary
Ontario Energy Board
Suite 2700, 2300 Yonge Street
P.O. Box 2319
Toronto, ON
M4P 1E4

AND TO: Ontario Power Authority and Intervenors in EB-2007-0707

# **Before the Ontario Energy Board**

**IN THE MATTER OF** sections 25.30 and 25.31 of the *Electricity Act, 1998;* 

**AND IN THE MATTER OF** an application by the Ontario Power Authority for review and approval of the Integrated Power System Plan and proposed procurement processes.

AND IN THE MATTER OF Rule 42 of the Board's Rules of Practice and Procedure.

## **Affidavit of Kai Millyard**

### I, KAI MILLYARD OF THE CITY OF TORONTO, MAKE OATH AND SWEAR:

- I act as research coordinator and case manager for the Green Energy Coalition, Pembina Institute and OSEA (hereafter GEC) in this matter and as such have knowledge of the matters hereinafter deposed.
- 2. This affidavit is made in support of a request to vary the phase IIA cost award in regard to certain of GEC's U.S. based experts.
- 3. Attached as exhibit A to this affidavit is a summary of the portion of the GEC's phase IIA cost claim reflecting the work of two U.S. experts or expert groups for which an award was made by the Board on November 28<sup>th</sup> and calculating the impact of the change in the U.S./Canadian exchange rate between the time of the cost claim submission and the Board's Decision.
- 4. It has been the practice of the GEC to submit cost claims related to foreign consultants and experts by asking such consultants to convert U.S. dollar invoices to claims in Canadian dollars to be submitted in accordance with the forms provided by the Board (which forms call for a statement of the exchange rate utilized).
- 5. In past proceedings any change in the exchange rate between the time of the submission of the claim and the award has been a risk carried by the experts and, given

the pace of change in the exchange rate typically experienced, has been a manageable risk that has not discouraged foreign experts from working for the GEC.

The approximately 13 cent change in the exchange rate in this instance was not
anticipated by GEC or its experts and poses both a hardship for the experts and, if
unmitigated, creates a risk to the ability of GEC and others to retain such experts in
future.

Sworn before me this )

8 day of December, )

2008 at Toronto.

Kai Millyard

(a commissioner for oaths...)

JACOB DE KLERK Barrister & Solicitor GEC - OSEA - Pembina

JACOB DE KLERK Barrister & Solicitor

Cost Claim Summary				Phase I	Phase IIA													Barrister & Solic				
	Name	US Rate	Original Exchange rate		Hours	Form 1 Fees		Nov 28 Exchange rate		ov 28 \$C	N	ov 28 Form 1 Fees	Form 2 Disbursem nts	GST		Total	Total Tax	in	Total ndividual	Total Invoice	Original Claim	Difference
Resource Insight, Inc.	Paul Chemick		\$ 0,9342	\$ 246,21	527.75	\$ 129,937.33		\$ 0.805	- \$	285.71	- 5	150,785.71	\$ 6,712.85		\$	157,498,56	\$ -	\$ 1	157,498.56	\$ 498,376.58	\$ 429,470.69	\$ 68,905.89
	Jon Wallach		\$ 0.9342			\$ 118,180,80		\$ 0.805		285.71	5	137,142.86		\$-	\$	137,142.86	\$ -	\$ 1	137,142.86			
	Rich Mazzini					\$ 97,060.00		\$ 0,805		269.44	. \$	113,704.10		<b>\$</b> -	\$	113,704,10	\$ -	\$ 1	113,704,10			
	Susan Geller		\$ 0.9342			\$ 20,980.82		\$ 0.805		248.45	: \$	24,347.83		<b>S</b> -	\$	24,347.83	\$ -	\$	24,347.83			
	Adam Auster		\$ 0.9342			\$ 17,169.82		\$ 0.805		198.76		19,925.47		<b>S</b> -	\$	19,925.47	\$ -	\$	19,925.47			
	Edward Toussieh		\$ 0.9342			\$ 34,339.64		\$ 0.805		198.76	. \$	39,850.93		\$-	\$	39,850.93	<b>s</b> -	\$	39,850.93			
	Abby Chemick							\$ 0.805	\$	37.27	. \$	5,850.93		Š-	\$	5,850.93	<b>s</b> -	\$	5,850.93			
	Harriet Doucette		\$ 0.9343			\$ 48.17		\$ 0.805	. \$	37.27	. 3	55.90		\$-	\$ .	55.90	\$ -	\$	55.90			
	Scudder Parter	170.00	\$ 1.0698	\$ 181.87	236.34	\$ 42,982,21		\$ 0.805	\$	211.18	\$	49,910.31	\$ 29.14		*	49,939.45	\$ -	\$	49,939.45	\$ 100,476,72	\$ 86,533.49	\$ 13,943.23
	David Hill					\$ 12,821.55		\$ 0.805		211.18	\$	14,888.20		\$-	\$	14,888.20	\$ -	\$	14,888.20			
	Chris Neme		\$ 1.0698	\$ 197.91				\$ 0.805	. \$	229.81	. \$	402.17		\$-	\$	402.17	\$ -	\$	402,17			
	Sam Dent					\$ 11,944.32		\$ 0.805	5	173.91	5	13,869.57		\$-	\$	13,869.57	\$ -	\$	13,869.57			
	Ken Tohinaka							\$ 0.805		198,76	5	1,689,44		\$-	\$	1,689.44	\$ -	\$	1,689.44			
	Alison-Donovan-Hollingsworth					\$ 2,984.74		\$ 0.805		192.55	\$	3,465.84		\$-	\$	3,465.84	<b>s</b> -	\$	3,465.84			
	Carol Hakstian		\$ 1.0698	\$ 165.82		\$ 13,970.25		\$ 0.805		192.55	\$	16,222.05		\$-	\$	16,222.05	\$ -	\$	16,222.05			

\$ 82,849.11

Cost Claim Summary					Phase IIA													
			Original					Nov 28			Form 2							
			Exchange					Exchange		Nov 28 Form				Total	Total	Total Invoice	Original	
Firm	Name	US Rate	rate	Rate/h	Hours	Form 1 Fees	GST	rate	rate/h	1 Fees	nts	GST	Total	Tax	Individual	Firm	Claim	Difference
Resource Insight, Inc.	Paul Chernick	230.00	\$ 0.9342	\$246.21	527.75	\$ 129,937.33		\$ 0.805	\$ 285.71	\$ 150,785.71	\$ 6,712.85		\$ 157,498.56	\$ -	\$ 157,498.56	\$ 498,376.58	\$ 429,470.69	\$ 68,905.89
	Jon Wallach	230.00	\$ 0.9342	\$246.21	480	\$ 118,180.80		\$ 0.805	\$ 285.71	\$ 137,142.86		\$-	\$ 137,142.86	\$ -	\$ 137,142.86			
	Rich Mazzini	216.90	\$ 0.9430	\$230.00	422	\$ 97,060.00		\$ 0.805	\$ 269.44	\$ 113,704.10		\$-	\$ 113,704.10	\$ -	\$ 113,704.10			
	Susan Geller	200.00	\$ 0.9342	\$214.09	98	\$ 20,980.82		\$ 0.805	\$ 248.45	\$ 24,347.83		\$-	\$ 24,347.83	\$ -	\$ 24,347.83			
	Adam Auster	160.00	\$ 0.9342	\$ 171.27	100.25	\$ 17,169.82		\$ 0.805	\$ 198.76	\$ 19,925.47		\$-	\$ 19,925.47	\$ -	\$ 19,925.47			
	Edward Toussieh	160.00	\$ 0.9342	\$ 171.27	200.5	\$ 34,339.64		\$ 0.805	\$ 198.76	\$ 39,850.93		\$-	\$ 39,850.93	\$ -	\$ 39,850.93			
	Abby Chernick	30.00	\$ 0.9343	\$ 32.11	157	\$ 5,041.27		\$ 0.805	\$ 37.27	\$ 5,850.93		\$-	\$ 5,850.93	\$ -	\$ 5,850.93			
	Harriet Doucette	30.00	\$ 0.9343	\$ 32.11	1.5	\$ 48.17		\$ 0.805	\$ 37.27	\$ 55.90		\$-	\$ 55.90	\$ -	\$ 55.90			
Vermont Energy Investment In	c. Scudder Parker	170.00	\$ 1.0698	\$ 181.87	236.34	\$ 42,982.21		\$ 0.805	\$ 211.18	\$ 49,910.31	\$ 29.14		\$ 49,939.45	\$ -	\$ 49,939.45	\$ 100,476.72	\$ 86,533.49	\$ 13,943.23
	David Hill	170.00	\$ 1.0698	\$ 181.87	70.5	\$ 12,821.55		\$ 0.805	\$ 211.18	\$ 14,888.20		\$-	\$ 14,888.20	\$ -	\$ 14,888.20			
	Chris Neme	185.00	\$ 1.0698	\$ 197.91	1.75	\$ 346.35		\$ 0.805	\$ 229.81	\$ 402.17		\$-	\$ 402.17	\$ -	\$ 402.17			
	Sam Dent	140.00	\$ 1.0698	\$149.77	79.75	\$ 11,944.32		\$ 0.805	\$ 173.91	\$ 13,869.57		\$-	\$ 13,869.57	\$ -	\$ 13,869.57			
	Ken Tohinaka	160.00	\$ 1.0698	\$171.17	8.5	\$ 1,454.93		\$ 0.805	\$ 198.76	\$ 1,689.44		\$-	\$ 1,689.44	\$ -	\$ 1,689.44			
	Alison-Donovan-Hollingsworth	155.00	\$ 1.0698	\$165.82	18	\$ 2,984.74		\$ 0.805	\$ 192.55	\$ 3,465.84		\$-	\$ 3,465.84	\$ -	\$ 3,465.84			
	Carol Hakstian	155.00	\$ 1.0698	\$ 165.82	84.25	\$ 13,970.25		\$ 0.805	\$ 192.55	\$ 16,222.05		\$-	\$ 16,222.05	\$ -	\$ 16,222.05			

\$ 82,849.11