



EB-2008-0246

**NOTICE OF A REVISED APPLICATION AND HEARING FOR AN
ELECTRICITY DISTRIBUTION RATE CHANGE**

Tillsonburg Hydro Inc.

Tillsonburg Hydro Inc. (Tillsonburg Hydro) initially filed an application with the Ontario Energy Board, (the "Board") received on August 22, 2008 under section 78 of the *Ontario Energy Board Act, 1998*, S.O. 1998, c.15 (Schedule B), seeking approval for changes to the rates that Tillsonburg Hydro charges for electricity distribution, to be effective May 1, 2009. The Board assigned the application File No. EB-2008-0246. The Board issued a Notice of Application and Hearing, which was published in the Tillsonburg Independent on October 08, 2008.

On October 24, 2008, Tillsonburg Hydro advised the Board that it will be filing an update to its evidence to reflect changing demand and energy consumption forecasts as a result of prevailing economic conditions, as well as changes to transmission rates and Regulated Price Plan prices.

On December 15, 2008, Tillsonburg Hydro filed its updated evidence with the Board and the intervenors of record. Tillsonburg Hydro states that the update:

- Reflects revisions to its 2009 capital budget and 2009 OM&A budget;
- Reflects its 2008 3rd quarter financial results and revised 4th quarter projection;
- Reflects changes to the load forecast for 2008 and 2009;
- Reflects the impact of the Board's recently announced changes to Regulated price Plan rates and to Uniform Transmission Rates;
- Incorporates better estimates of coincident peak and non-coincident peak data that results in more accurate revenue to cost ratios;
- Reflects the findings of the independent third party review of its Conservation and Demand Management program results; and
- Corrects errors in its August 22nd filing.

The Board's decision on this application may have an effect on all of Tillsonburg Hydro's customers.

Any change to Tillsonburg Hydro's distribution rates will cause Tillsonburg Hydro's delivery charges to change. Delivery charges are one of four regular items on residential and general service customers' electric bills and vary depending on the amount of electricity consumed.

As a result of the update, Tillsonburg Hydro proposes to increase the 2009 revenue requirement it requires to provide electricity distribution services from \$3,312,930 to \$3,325,415. On an equivalent basis, this compares with a Board-approved level of \$2,406,600 for 2006, the last year the rates were reviewed on a cost of service basis. During the interim period, the Board has approved adjustments to distribution rates.

Tillsonburg Hydro indicates that if the updated application is approved as filed, a residential customer consuming 1,000 kWh per month would experience an approximate 20.4% increase in their current delivery charges. This is a \$7.48 per month increase on their bill. A general service customer consuming 2,000 kWh per month and having a monthly demand of less than 50 kW would experience an approximate 25.0% increase in their current delivery charges. This is a \$15.45 per month increase on their bill.

The application also seeks approval to eliminate the current General Service 500 to 4,999 kW class and to re-classify the customers in that class to either a new General Service 500 to 1,499 kW class or a new General Service 1,500 to 4,999 kW class. In addition, the application seeks approval to eliminate the current Sentinel Lighting class and to re-classify the existing customers in that class to the Unmetered Scattered Load class.

How to see Tillsonburg Hydro Inc.'s Application

Copies of the application are available for inspection at the Board's office in Toronto and on its website, www.oeb.gov.on.ca, and at Tillsonburg Hydro Inc.'s office and may be on its website.

How to Participate

You may participate in this proceeding in one of three ways:

1. Send a Letter with your Comments to the Board

Your letter with comments will be provided to the Board members deciding the application, and will be part of the public record for the application. Your letter must be received by the Board no later than **30 days** from the publication or service date of this notice. The Board accepts letters of comment by either post or e-mail at the addresses below.

2. Become an Observer

Observers do not actively participate in the proceeding but monitor the progress of the proceeding by receiving documents issued by the Board. You may request observer status in order to receive documents issued by the Board in this proceeding. If you become an observer, you need to contact the applicant and others in order to receive documents that they file in this proceeding and they may charge you for this. Most documents filed in this application will also be available on the Board's website. Your request for observer status must be made in writing and be received by the Board no later than **10 days** from the publication or service date of this notice. The Board accepts observer request letters by either post or e-mail at the addresses below; however two paper copies are also required. You must also provide a copy of your letter to the applicant.

3. Become an Intervenor

You may ask to become an intervenor if you wish to actively participate in the proceeding. Intervenors are eligible to receive evidence and other material submitted by participants in the hearing. Likewise, intervenors will be expected to send copies of any material they file to all parties to the hearing.

Your request for intervenor status must be made by letter of intervention and be received by the Board no later than **10 days** from the publication or service date of this notice. Your letter of intervention must include a description of how you are, or may be, affected by the outcome of this proceeding; and if you represent a group, a description of the group and its membership. The Board may order

costs in this proceeding. You must indicate in your letter of intervention whether you expect to seek costs from the applicant and the grounds for your eligibility for costs. You must provide a copy of your letter of intervention to the applicant.

The Board intends to proceed with this application and other applications for a 2009 electricity distribution rate cost of service review by including an oral component. That component may be in the form of a technical conference or an oral hearing. The extent of the oral component of the proceeding will be determined on a case by case basis. This approach will enable the Board to address certain matters more effectively than would be possible in a proceeding conducted entirely on a written basis. If you object to the Board proceeding in this fashion, your letter of intervention must state the nature of the process you believe to be necessary and the reasons for undertaking such a process.

If you already have a user ID, please submit your intervention request through the Board's web portal at www.errr.oeb.gov.on.ca. Additionally, two paper copies are required. If you do not have a user ID, please visit the Board's website under e-filings and fill out a user ID password request. For instructions on how to submit and naming conventions please refer to the RESS Document Guidelines found at www.oeb.gov.on.ca, e-Filing Services. The Board also accepts interventions by e-mail, at the address below, and again, two additional paper copies are required. Those who do not have internet access are required to submit their intervention request on a CD or diskette in PDF format, along with two paper copies.

How to Contact Us

In responding to this Notice, please reference Board file number EB-2008-0246 in the subject line of your e-mail or at the top of your letter. It is also important that you provide your name, postal address and telephone number and, if available, an e-mail address and fax number. All communications should be directed to the attention of the Board Secretary at the address below, and be received no later than 4:45 p.m. on the required date.

Need More Information?

Further information on how to participate may be obtained by visiting the Board's website at www.oeb.gov.on.ca or by calling our Consumer Relations Centre at 1-877-632-2727.

IMPORTANT

IF YOU DO NOT FILE AN OBJECTION TO THE PROCESS AS OUTLINED OR DO NOT REQUEST TO PARTICIPATE IN THIS PROCEEDING IN ACCORDANCE WITH THIS NOTICE, THE BOARD MAY PROCEED IN YOUR ABSENCE AND YOU WILL NOT BE ENTITLED TO ANY FURTHER NOTICE IN THIS PROCEEDING.

Addresses**The Board:**

Post:
Ontario Energy Board
P.O. Box 2319
2300 Yonge Street, 27th Floor
Toronto, ON
M4P 1E4
Attention: Board Secretary

Filings : www.errr.oeb.gov.on.ca
E-mail: Boardsec@oeb.gov.on.ca

Tel: 1-888-632-6273 (toll free)
Fax: 416-440-7656

The Applicant:

Tillsonburg Hydro Inc.
200 Broadway, 2nd Floor
Tillsonburg, ON
N4G 5A7
Attention: Mr. Steve Lund
General Manager

E-Mail: slund@town.tillsonburg.ca

Tel: 519-842-9200 ext. 3228
Fax: 519-842-9431

DATED at Toronto, January 12, 2009

ONTARIO ENERGY BOARD

Original Signed By

Kirsten Walli
Board Secretary