#### Hydro One Networks Inc.

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#### **Oded Hubert**

Vice President Regulatory Affairs



#### BY COURIER

September 8, 2015

Ms. Kirsten Walli Board Secretary Ontario Energy Board Suite 2700, 2300 Yonge Street Toronto, ON M4P 1E4

Dear Ms. Walli,

# EB-2015-0141 – Rogers Communication Partnership et al. for Leave to Bring a Motion to Review and Vary Decision EB-2013-0416/EB2014-0247 – Hydro One Interrogatory Responses

Please find attached an electronic copy of responses provided by Hydro One Networks Inc. to Interrogatory questions. Two (2) hard copies will be sent to the Board shortly.

Below are the Tab numbers corresponding to each intervenor:

Tab	Intervenor
1	Board Staff
2	SIA
3	VECC
4	The Carriers

An electronic copy of the Interrogatories, have been filed using the Board's Regulatory Electronic Submission System.

Sincerely,

#### ORIGINAL SIGNED BY ODED HUBERT

Oded Hubert

Enc.

cc. Intervenors (electronic)

Filed: 2015-09-08 EB-2015-0141 Exhibit I Tab 1 Schedule 1 Page 1 of 2

#### Ontario Energy Board (Board Staff) INTERROGATORY #1

#### **Interrogatory**

Ref: EB-2013-0416, Exhibit G2/Tab5/Schedule1/Page 31

Table 16 outlines the 4 specific cost categories (Net Embedded Cost, Depreciation per Pole, Capital Carrying Cost, Maintenance) to arrive at the Total Capital Related Costs as well as the Loss of Productivity and Administration costs that make up the currently approved rate of \$22.35 per month and the proposed new rate of \$37.05 per month.

Please define each item and provide a detailed breakdown of each of these specific cost categories and the reason for the change between the current rate and the proposed rate for each item

#### **Response**

The costs found in Table 16 in the pre-filed evidence for proceeding EB-2013-0416 were calculated using Hydro One's 2012 actual values and using the approved OEB methodology for 2.5 attachers in OEB Decision and Order RP-2003-0249 (March 2005). The 2012 values were the latest audited numbers at the time of the December 2013 filing. In the OEB Decision and Order, the OEB relied on 1995 values from Milton Hydro to arrive at the pole attachment rate of \$22.35.

#### **Definitions and Detailed Breakdown of Cost Categories**

```
A- "Net Embedded Cost" ("NEC") =>
```

[(Acquisition Value from USofA #1830 – Accumulated Depreciation)/ Quantity of Dx Poles] x 85%

[(\$2.285.026.10

 $[(\$2,285,926,192.14-\$767,617,956.42)/\ 1,730,300\ poles]\ x\ 85\%*=\$745.86$ 

\*85% was used to exclude power-specific or power-only assets

#### **B-** "Depreciation per Pole" =>

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NEC x Depreciation Value
$745.86 x 1.7% = $12.68
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#### C- "Capital Carrying Cost" =>

NEC x Weighted Average Cost of Capital (Before Tax)

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$745.86 \times 8.49\% = $63.32
```

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#### **D-** "Maintenance Lines and Forestry" =>

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Per Pole sum of Maintenance per year = \$ 82.41

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Lines = Lines 2012 \$M, Line Patrols (\$8.65M) + Defect Correction (\$5.04M) Total = \$13.69M divided by # of poles (1.73M) or \$7.91/pole for 2012

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Forestry = Forestry 2012 \$M, Brush Control (\$34.7M) + Line Clearing (\$87.1M) + Customer Notification (\$7.1M) = Total \$128.9M=> divided by # of poles (1.73M) or \$74.50/pole for 2012

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#### E- "Total Capital Related Costs" =>

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Equal to the sum of "B"+"C"+"D"

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Depreciation per Pole (\$12.68) + Capital Carrying Cost per pole (\$63.32) + Maintenance Lines and Forestry per pole (\$82.41) = \$158.41<sup>1</sup>

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### F- "Allocated Capital Cost" =>

20 21

Equal to the sum of "E" (\$158.41) x  $21.9\% = $34.69^2$ 

22 23

#### G- "Loss of Productivity" =>

2425

Direct costs incurred by pole owner to maintain the pole and its facilities on the pole due to the existence of the third party.

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This cost is divided by the number of attachers (2.5). From RP-2003-0249, "Appendix 2: 2.5 Attachers", Hydro One's Loss of Productivity was calculated by using \$3.08/2.5= \$1.23 per pole and inflating it by 3% per year for inflation

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#### **H- "Administration" =>**

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Direct costs incurred by pole owner, comprised of billing costs (i.e. disputes, verifying pole counts, name changes, assignments of agreements) and costs to administer the agreement (front office field staff and contract staff). From RP-2003-0249, "Appendix 2:2.5 Attachers", Hydro One's rate was calculated by using \$0.69 per pole and inflating it by 3% per year for inflation.

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<sup>&</sup>lt;sup>1</sup> These are Indirect Costs.

<sup>&</sup>lt;sup>2</sup> 21.9 % as per RP-2003-0249, "Appendix 2: Attachers"

Filed: 2015-09-08 EB-2015-0141 Exhibit I Tab 1 Schedule 2 Page 1 of 1

#### Ontario Energy Board (Board Staff) INTERROGATORY #2

1 2 3

#### **Interrogatory**

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Ref: EB-2013-0416, Exhibit G2/Tab5/Schedule1/Page 31

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Hydro One indicates that in the calculation of the Joint Use Telecom Rate, a space allocation of 21.9% is used to arrive at the Allocated Capital Cost.

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- a) How was this space allocation determined?
- b) Why did the space allocation remain constant between the current rate and the proposed rate?

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#### **Response**

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- a) Hydro One used the space allocation factor that was approved for 2.5 attachers in OEB Decision and Order RP-2003-0249 (March 7, 2005).
- b) Hydro One elected to keep the space allocation consistent with the OEB's Decision and Order RP-2003-0249.

Filed: 2015-09-08 EB-2015-0141 Exhibit I Tab 2 Schedule 1 Page 1 of 1

#### Sustainable Infrastructure Alliance of Ontario (SIA) INTERROGATORY #1

1 2 3

#### **Interrogatory**

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Ref: Exhibit G2, Tab 5, Schedule 1, page 31, Table 16

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In its March 12, 2015 Decision in EB-2013-0416, the OEB approved rates for three (2015-2017) of the five (2015-2019) years originally requested by HONI in its application. Please confirm that as a result of this finding in the Decision, HONI would only be seeking to set the pole attachment rate in this proceeding for these same three years (2015-2017), rather than the full five (2015-2019) originally planned.

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#### Response

13 14 15

Hydro One confirms it is only seeking pole attachment rates for the period 2015-2017.

Filed: 2015-09-08 EB-2015-0141 Exhibit I Tab 2 Schedule 2 Page 1 of 1

#### Sustainable Infrastructure Alliance of Ontario (SIA) INTERROGATORY #2

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#### **Interrogatory**

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Ref: Exhibit G2, Tab 5, Schedule 1, page 31, Table 16

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a) Please provide the basis of increase for each of the rate components listed in Table 16. That is, how specifically were the new values for 2015-2019 calculated.

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b) For each of the items in a) above, please confirm whether the method of calculation used by HONI is fully aligned with the methodology originally used in determining each of these components in generating the \$22.35 rate in the CCTA Decision.

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c) To the extent any component was calculated differently than in the CCTA Decision, please explain the reason for the deviation from the CCTA Decision methodology.

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d) Please explain the general reasons or cost drivers for the sizeable increase in the maintenance component (\$7.61 to \$82.41) and the sizeable decrease in the depreciation component (\$31.11 to \$12.68) between the \$22.35 CCTA Decision rate and HONI's proposed 2015 rate.

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#### **Response**

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a) Please refer to the response in Exhibit I, Tab 1, Schedule 1 for the 2015 calculations. For each subsequent year, the values were increased by 1%.

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b) Please refer to the response in Exhibit I, Tab 1, Schedule 1. Hydro One confirms the methodology used fully aligns with that used in determining each of the components in generating the \$22.35 rate in the CCTA decision.

293031

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c) Hydro One employed the methodology used in the CCTA proceeding RP-2003-0249 before the OEB.

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d) Please refer to the response in Exhibit I, Tab 1, Schedule 1 for the 2015 calculations of all direct and indirect costs.

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The components of the pole attachment rates in the CCTA Decision (RP-2003-0249) were based on the Milton Hydro 1995 rates. The decrease in the depreciation component results from Hydro One applying its 2012 actual rate. The increase in the maintenance component is also based on Hydro One 2012 actuals.

Filed: 2015-09-08 EB-2015-0141 Exhibit I Tab 2 Schedule 3 Page 1 of 1

#### Sustainable Infrastructure Alliance of Ontario (SIA) INTERROGATORY #3

1 2 3

#### **Interrogatory**

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Ref: Exhibit G2, Tab 5, Schedule 1, page 31

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HONI indicates that it is "increasing the rate by 1% for each year 2016 to 2019".

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a) Please explain the basis for the proposed 1% escalator.

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b) Is this 1% escalator common with all of HONI's other approved specific service charges for 2016-2019?

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### **Response**

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a) Please refer to Exhibit I Tab 7.08, Schedule 6 VECC 111 in EB-2013-0416. Hydro One is proposing a 1% increase in the joint use rate from 2015-2017.

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b) The 1% escalator was also applied to joint use fees for LDCs and Generator power space.

Filed: 2015-09-08 EB-2015-0141 Exhibit I Tab 2 Schedule 4 Page 1 of 1

#### Sustainable Infrastructure Alliance of Ontario (SIA) INTERROGATORY #4

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#### **Interrogatory**

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Ref: Exhibit G2, Tab 5, Schedule 1, page 31, Table 16

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The SIA is interested in exploring the reasonability of the magnitude of the proposed increase to the attachment rate by comparing it against generic benchmarks. For this purpose:

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a) What was HONI's percentage distribution rate increase over the 2005-2015 period?

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b) What would be the value of the proposed 2015 pole attachment rate if the \$22.35 rate were escalated by the same percentage as HONI's distribution rates in a) above?

15 16

c) What would be the value of the proposed 2015 pole attachment rate if the \$22.35 rate were simply escalated by the approved OEB inflation factors in each of 2005-2015?

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#### **Response**

19 20 21

a) Rates for all distributors were frozen from 2001 to 2005. Hydro One's approved rates revenue requirement increased by 43.2% from 2006 (\$925.4M) to 2015 (\$1,325.6M).

222324

b) If the proposed pole attachment rate of \$22.35 increased by 43.2%, it would be \$32.01 in 2015.

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c) The 2015 proposed pole attachment rate would be \$26.14 if escalated by the approved OEB inflation factors from 2007 to 2015. This rate would not cover the costs associated with Telecom Wireline attachments.

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There were no OEB inflation factors for years 2005 and 2006 because the OEB used a market adjustment rate of return in 2005 and a cost-of-service approach to ratemaking in 2006. For consistency, the May inflation factor was used in our calculations as the January inflation factor was only introduced in 2012.

Filed: 2015-09-08 EB-2015-0141 Exhibit I Tab 2 Schedule 5 Page 1 of 1

#### Sustainable Infrastructure Alliance of Ontario (SIA) INTERROGATORY #5

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#### **Interrogatory**

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[Ref: Exhibit G2, Tab 5, Schedule 1, page 31, Table 16]

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In applying the pole attachment rate to its customers, does HONI prorate it (e.g. for the specific number of months or days an attachment is present on a pole) or is it applied in full if any attachment is present on a HONI pole at any point during the year?

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#### **Response**

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The pole attachment rate is not prorated. Full annual rates are charged for all wireline attachments in place between January and the end of June. Customers are not charged for any wireline attachments first made in the second half of the year until the following January, when the full annual rate is then invoiced for the upcoming year.

Filed: 2015-09-08 EB-2015-0141 Exhibit I Tab 2 Schedule 6 Page 1 of 2

#### Sustainable Infrastructure Alliance of Ontario (SIA) INTERROGATORY #6

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#### **Interrogatory**

Ref: Exhibit E1, Tab 1, Schedule 2, page 2, Table 1

a) Please confirm that the revenue collected under the current \$22.35 rate in each of 2011, 2012, 2013, 2014, and 2015 is shown under the "Joint Use" line in Table 1? (i.e. \$6.4M, \$6.4M, \$6.5M, \$6.6M, and \$6.7M respectively) Alternatively, please provide the correct values.

b) Please confirm that the revenue forecast to be collected under the proposed new rates in each of 2016-2019 is also shown under the "Joint Use" line in Table 1? (i.e. \$11.4M, \$11.7M, \$12.0M, \$12.4M, and \$12.7M respectively). Alternatively, please provide the correct values.

c) For the values in a) and b) above, how many attachments did HONI have on its poles in each of 2011-2015, and how many has it forecast for 2016-2019? Please provide these values broken out into wireline and non-wireline attachments.

d) What would be the forecast amount of revenue for each of 2016-2019 if the wireline rate were to remain unchanged at \$22.35?

e) Please provide the variance between forecast revenues under HONI's proposed rates as confirmed in b) and the forecast revenues if the \$22.35 rate were to remain in place as calculated in d).

#### Response

a) We confirm that the telecommunications revenue collected at \$22.35 is included under the Joint Use line in Table 1. Table 1 includes all regulated joint use revenues.

b) We confirm that the new proposed rates for regulated revenue are included in Table 1 for years 2016 to 2019.

c) Please refer to the table below for the number of attachments Hydro One had on its poles between 2011 and 2015. If "non-wireline" refers to wireless attachments, Hydro One does not have any wireless attachments on its poles.

Filed: 2015-09-08 EB-2015-0141 Exhibit I Tab 2 Schedule 6 Page 2 of 2

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		Historica	al Years		Bridge Year			Test Years		
	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019
Telecom	287,923	289,393	292,526	293,419	295,261	297,115	298,980	300,857	302,745	304,646
Street Lighting	84,880	84,880	105,842	105,842	105,842	105,842	105,842	105,842	105,842	105,842
LDCs	10,506	11,275	11,757	11,607	12,011	12,429	12,861	13,309	13,772	14,251

d) If the wireline fee remained at \$22.35, joint use revenues for 2016 to 2019 as set out in Exhibit E1, Tab 1, Schedule 2, page 2, Table 1 would be as follows:

Joint Use	2016	2017	2018	2019
Revenue	\$7.2M	\$7.3M	\$7.4M	\$7.6M

e) The variances would be as follows:

Joint Use	2016	2017	2018	2019
Revenue	\$4.5M	\$4.7M	\$5M	\$5.1M
Variance				

Filed: 2015-09-08 EB-2015-0141 Exhibit I Tab 3 Schedule 1 Page 1 of 1

#### Vulnerable Energy Consumers Coalition (VECC) INTERROGATORY #1

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#### **Interrogatory**

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Ref: EB-2013-0416, Exhibit G2/Tab 5/Schedule 1/page 31 EB-2013-0416, Updated Cost Allocation Model (June 2014)

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a) Please provide the derivation of the \$745.86 2015 forecast net embedded cost per distribution pole owned by Hydro One Networks (at the time of the Application).

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b) Please indicate how the number of poles used in the calculation was determined.

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c) Please provide an asset continuity schedule for the period January 1, 2013 through to year end 2015 for Hydro One Distribution owned poles (i.e. OEB USOA #1830). As part of the schedule, please indicate which values are actual as opposed to forecast.

15 16 17

d) Please show how the numerator used in the calculation of the \$745.86 reconciles with the values provided in response to part c).

18 19 20

e) If the 2015 values used for the numerator differ from those reported in Hydro One Networks Cost Allocation model (Tab I4, Row 40), please reconcile the differences.

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#### Response

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a) Please refer to the response in Exhibit I, Tab 1, Schedule 1.

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b) Please refer to the response in Exhibit I, Tab 4, Schedule 4, part c.

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c) Please refer to the response in Exhibit I, Tab 4, Schedule 4, part c.

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d) Please refer to the response in Exhibit I, Tab 1, Schedule 1.

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e) 2012 values were used.

Filed: 2015-09-08 EB-2015-0141 Exhibit I Tab 3 Schedule 2 Page 1 of 1

#### **Vulnerable Energy Consumers Coalition (VECC) INTERROGATORY #2**

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#### **Interrogatory**

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Ref: EB-2013-0416, Exhibit G2/Tab 5/Schedule 1/page 31 EB-2013-0416, Updated Cost Allocation Model (June 2014)

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a) Please provide the derivation of the \$12.68 Depreciation per Pole. Please reconcile any differences between the 2015 depreciation expense used in this calculation and the 2015 depreciation expense reported in the response to VECC #1, part c).

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b) If the 2015 value used for the numerator differs from that reported in Hydro One Networks Cost Allocation model (Tab I4, Row 40), please reconcile the differences.

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#### Response

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a) The derivation of the \$12.68 Depreciation per Pole is based on Hydro One 2012 actual numbers, not 2015 numbers, as explained in Exhibit I, Tab 1, Schedule 1.

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b) A 2012 value was used for the numerator.

Filed: 2015-09-08 EB-2015-0141 Exhibit I Tab 3 Schedule 3 Page 1 of 1

#### **Vulnerable Energy Consumers Coalition (VECC) INTERROGATORY #3**

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#### **Interrogatory**

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Ref: EB-2013-0416, Exhibit G2/Tab 5/Schedule 1/page 31

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a) Please provide the derivation of the \$63.32 Capital Carrying cost.

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b) Please reconcile the cost of capital used in the calculation with the cost of capital set out in Exhibit B of the Application.

10 11 12

c) Does the value used for the cost of capital include a mark-up of ROE for income taxes? If not, please re-do the calculation with this adjustment.

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#### **Response**

16 17

a) Please refer to the response in Exhibit I, Tab 1, Schedule 1.

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b) In the calculation for the proposed pole attachment rate, the cost of capital figure used (8.49%) is the 2012 cost of capital before tax. In Exhibit B of the Application, the cost of capital rate is the 2015 rate after tax (6.76%). Refer to Exhibit I, Tab 4, Schedule 7, part a for the derivation of 8.49%.

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c) The value of the cost of capital includes a mark-up of ROE for income taxes.

Filed: 2015-09-08 EB-2015-0141 Exhibit I Tab 3 Schedule 4 Page 1 of 1

#### **Vulnerable Energy Consumers Coalition (VECC) INTERROGATORY #4**

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#### **Interrogatory**

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Ref: EB-2013-0416, Exhibit G2/Tab 5/Schedule 1/page 31 EB-2013-0416, Updated Cost Allocation Model (June 2014)

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a) Please provide the derivation of the \$82.41 Maintenance cost per Pole.

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b) What activities are included in the total Maintenance costs used in the numerator of the calculation?

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c) Does the value used for Maintenance costs include all of the costs for Maintenance as reported in the Cost Allocation model (USOA #5120 - Tab I3, Row 392)? If not, please explain.

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d) Does the value used for Maintenance costs include any allocation of Administration costs (Acct. 5615), Executive/Management costs (Acct. 5605/5610) or Maintenance Supervision & Engineering Costs (Acct. 5105)?

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#### **Response**

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a) Please refer to the response in Exhibit I, Tab 1, Schedule 1.

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b) Please refer to the response in Exhibit I, Tab 1, Schedule 1.

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c) The methodology used to determine Maintenance Costs for Joint Use Rates was based on specific work programs that were identified in the response to part a) and part b) of this exhibit. While some of the costs for these work programs are represented in USOA #5120, the account includes other work programs not used in these calculations.

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d) No values from Accounts 5615, 5605 or 5610 are included in Maintenance Costs. Only a small portion of Account 5105 (e.g. the portion associated with the programs referred in part b) is included in Maintenance Costs.

Filed: 2015-09-08 EB-2015-0141 Exhibit I Tab 3 Schedule 5 Page 1 of 3

#### Vulnerable Energy Consumers Coalition (VECC) INTERROGATORY #5

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#### **Interrogatory**

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Ref: EB-2013-0416, Exhibit G2/Tab 5/Schedule 1/page 31-34 and page 38

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a) Please confirm that the 21.9% space allocation factor used in the OEB decision was based on the assumption there were 2.5 (non-utility) attachers per pole.

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b) How many of Hydro One Networks' distribution poles have 3rd party attachers that use the "communications "space".

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c) What are the total number of 3<sup>rd</sup> party attachments on these poles that pay: i) the OEB approved rate or ii) a different rate established via a separate agreement/contract. In each please indicate who the parties are and the nature of their attachments. Please reconcile the values provide with the volumes set out on page 38.

16 17 18

d) Based on the responses to parts b) and c), what are average number of attachers per Hydro One Networks distribution pole that has attachments.

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e) Are there any 3rd party attachers in the communications space that do not pay for an attachment to Hydro One Networks poles? If so, who and why?

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f) It is noted (page 32) that there are also other LDCs and generators that have power line attachments to Hydro One Networks' distribution poles.

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• How many LDCs and generators have attachments on poles that also have attachments in the communications space?

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• How many actual LDC/generator attachments does this represent?

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• Are there any other attachments in the power space? If so, please outline what they are and how many of such attachments are on poles that also have attachments in the communications space.

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g) Do any of the poles with attachments in the communications space also have Sentinel Light attachments? If so, how many and these included in the responses provided to parts (b), (c) and (f)?

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h) Please provide a schedule that sets out the derivation of the communication space allocation factor applicable to Hydro One Networks (equivalent to the 21.9% utilized

Filed: 2015-09-08 EB-2015-0141 Exhibit I Tab 3 Schedule 5 Page 2 of 3

by the OEB), taking into account the number of 3rd party attachers using the communication space and the number of 3rd party attachers (e.g. other LDCs and generators) using the power space.

#### Response

a) Yes, this is confirmed. The assumption is 2.5 attachers in the communication space on the pole.

b) Refer to Exhibit I, Tab 4, Schedule 1, part d. Hydro One has 115 wireline attachers that have an executed agreement to use the communication space. Of those 115 wireline attachers there is 650,293 telecommunication wireline attachments. Hydro One does not track poles that have "communication space attachers" only. The total number of attachments on Hydro One poles for all attachers is 767,761. From a GIS query performed Aug 24, 2015 there is currently 576,068 poles that contain "Joint Use". Therefore, the average number of attachers per pole will be 767,761/576,068 = 1.3 attachers per Joint Use pole.

c)

(i) 319,055 is the total number of attachments that pay the Wireline Attachers OEB-approved rate of \$22.35 to attach to the communication space on Hydro One's poles.

(ii) regarding a different rate, than the OEB-approved rate of \$22.35, all telecommunication companies that have an executed non-reciprocal agreement with Hydro One that was established in 2006, current only pay \$16.76 (75% of \$22.35) for an attachment on a service pole. That was established at the time and is a legacy charge that moving forward in the next negotiated agreement will be changed to the then approved OEB rate for telecommunication wireline attachments.

d) In its proposed rate calculation, Hydro One used the ratio adopted in the OEB Decision and Order RP-2003-0249, which is 2.5 attachers per pole. Using the figures provided in response b) above and in Exhibit I, Tab 4, Schedule 1, part d, there are approximately 1.3 attachers per joint use pole on average.

e) None.

f) Hydro One has twelve Generator Companies that have 3,435 attachments in the communication space. They pay the regulated rate of \$22.35. No LDCs have

Filed: 2015-09-08 EB-2015-0141 Exhibit I Tab 3 Schedule 5 Page 3 of 3

attachments in the communication space. LDC Telecom affiliated companies have attachments in the communication space and also pay the regulated rate of \$22.35. Hydro One is not aware of LDC affiliate company relationships. Please refer to Exhibit I, Tab 4, Schedule 1, part a, for the list of Generators and Wireline Attachers connected in the communications space.

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g) Hydro One policy states Sentinel lights are not allowed on Hydro One-owned poles containing any attachment above 750V. Sentinel lights are primarily attached to customer-owned poles or poles rented from Hydro One located on a customer's property.

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h) Please refer to the response for Exhibit I, Tab 1, Schedule 2.

Filed: 2015-09-08 EB-2015-0141 Exhibit I Tab 3 Schedule 6 Page 1 of 1

#### Vulnerable Energy Consumers Coalition (VECC) INTERROGATORY #6

1 2 3

#### **Interrogatory**

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Ref: EB-2013-0416, Exhibit G2/Tab 5/Schedule 1/page 31

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a) What specific activities are included under Loss of Productivity?

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b) For each of these activities please indicate how the costs associated with Loss of Productivity were determined (including the numeric values used) and their contribution to the overall value of \$1.51.

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#### Response

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a) Please refer to the response in Exhibit I, Tab 4, Schedule 10, part a.

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b) Please refer to the response in Exhibit I, Tab 4, Schedule 10, part a.

Filed: 2015-09-08 EB-2015-0141 Exhibit I Tab 3 Schedule 7 Page 1 of 1

#### Vulnerable Energy Consumers Coalition (VECC) INTERROGATORY #7

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#### **Interrogatory**

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Ref: EB-2013-0416, Exhibit G2/Tab 5/Schedule 1/page 31

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a) What specific activities are included under Administration?

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b) For each of these activities please indicate how the costs associated with Administration were determined (including the numeric values used) and their contribution to the overall value of \$0.85.

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#### Response

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a) Please refer to the response in Exhibit I, Tab 4, Schedule 9, part a.

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b) Please refer to the response in Exhibit I, Tab 4, Schedule 9, part a.

Filed: 2015-09-08 EB-2015-0141 Exhibit I Tab 3 Schedule 8 Page 1 of 1

#### Vulnerable Energy Consumers Coalition (VECC) INTERROGATORY #8

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#### **Interrogatory**

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Ref: EB-2013-0416, Exhibit G2/Tab 5/Schedule 1/page 31

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a) Do any of the 2015 values used in Table 16 change as a result of the Board's Decision re EB-2013-0416? If so, please indicate what the changes are and update Table 16 accordingly.

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#### **Response**

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No. The OEB Decision in proceeding EB-2013-0416 has not affected any values in Table 16 of Exhibit G2, Tab 5, Schedule 1.

Filed: 2015-09-08 EB-2015-0141 Exhibit I Tab 4 Schedule 1 Page 1 of 6

#### ROGERS COMMUNICATIONS ET AL (The Carriers) INTERROGATORY #1

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#### **Interrogatory**

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Ref: Exhibit G2, Tab 5, Schedule 1, p.31 of 40 (referred to herein as "Exhibit G2-5-

- (a) Provide a list of the names of the Wireline Attachers that currently have Wireline Attachments on one or more Joint Use Poles. For each Wireline Attacher, indicate 8 whether or not it pays the current OEB-approved Pole Attachment Fee of \$22.35 for 9 all of its Wireline Attachments. If not, indicate what Pole Attachment Fee or other 10 compensation, if any, it pays to Hydro One for its Wireline Attachments.
- (b) Provide a list of the names of Wireless Attachers that currently have Wireless 12 Attachments on one or more Joint Use Poles. For each Wireless Attacher, indicate 13 what Pole Attachment Fee or other compensation, if any, it pays to Hydro One for its 14 Wireless Attachments. 15
  - (c) Provide a list of the names of Other Attachers that currently have Other Attachments on one or more Joint Use Poles. For each Other Attacher, describe the types of Other Attachments it has installed and indicate what Pole Attachment Fee or other compensation, if any, it pays for its Other Attachments. If Hydro One does not track this information, please explain why, and, in any event, indicate what Pole Attachment Fee each Other Attacher pays to Hydro One.
  - (d) Complete the table below with respect to revenues from Attachments to Joint Use Poles for each of the years 2012 to 2015 (i.e., actual revenues for 2012-14 and estimates for 2015. If there is a range of different Pole Attachment Fees for Other Attachers, then provide the revenues derived therefrom.

Table 1

	2012	2013	2014	2015
Wireline Attachments				
No. of Wireline Attachers				
No. of Wireline Attachments				
Pole Attachment Fee	\$22.35	\$22.35	\$37.05	\$37.42
Gross Revenues from Pole Attachment Fees (\$000)				
Wireless Attachments				•

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	2012	2013	2014	2015
No. of Wireless Attachers				
No. of Wireless Attachments				
Pole Attachment Fee				
Gross Revenues from Pole Attachment Fees (\$000)				
Other Attachments				
No. of Other Attachers				
No. of Other Attachments				
Pole Attachment Fee				
Gross Revenues from Pole Attachment Fees (\$000)				

- 1 (e) Please describe the kinds of Attachments and Attachers for which there is no Pole
  2 Attachment Fee payable. For each such kind of Attachment, explain why this is the
  3 case. For each kind of Attacher that does not pay a Pole Attachment Fee, explain
  4 why this is the case.
- 5 (f) Do you agree with the statement, "The owner of a joint-use pole should be entitled to recover the direct and indirect costs it incurs from third parties who use and occupy that pole"?
- g) Please confirm that the revenues, if any, derived from any Pole Attachment Fees in respect of Wireless Attachments and Other Attachments have not been considered or taken into account in Hydro One's calculations for its proposed Wireline Pole Attachment Fee. If this is not the case, please explain how such revenues have been used in the calculations.
  - (h) On January 16, 2015, Hydro One provided its comments in respect of the Board's December 11, 2014 Memorandum seeking comments on whether all electricity distributors should be able to charge market rates for Wireless Attachments (EB-2014-0365 Wireless Attachment Consultation). In its comments, Hydro One stated that, while it supported this initiative, it wanted the flexibility to choose between implementing market rates or continuing with Board-approved cost-based rates, noting that regulated rates would be provide the most efficient and fair solution for areas with few, if any "competitors" to the local utilities for Attachments.

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- (i) Of the total population of Joint Use Poles, what percentage would Hydro One estimate would fall in areas with few, if any competitors to the local utilities for Attachments?
- 4 (ii) Of the Wireless Attachments currently installed on Joint Use Poles, how many would Hydro One estimate fall in areas with few, if any competitors to the local utilities for Attachments?
- 7 (i) Explain whether the Pole Attachment Fee for Wireline Attachers proposed by Hydro One will apply to:
- 9 (i) Wireless Attachments;
- 10 (ii) Other Attachers; or

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- (iii)poles operated or controlled by Hydro One but owned by third parties.
- If it does not apply to any of above, provide the rates and charges that will apply.
- 13 (j) Has Hydro One installed any of its own Attachments or equipment within the
  14 communications space of the Joint Use Poles? If so, how many Joint Use Poles have
  15 such Attachments and describe the type of Attachments, as well as their purpose or
  16 service provided from those Attachments.
- (k) What Pole Attachment Fee does Hydro One charge a Wireline Attacher to "overlash" its facilities to the Wireline Attachment of different Wireline Attacher (an "Overlash Attachment")?
- 20 (l) Does the table in (d) include Overlash Attachments? Complete the table below with respect to revenues from Overlash Attachments to Joint Use Poles for each of the years 2012 to 2015 (i.e., actual revenues for 2012-14 and estimates for 2015).

Table 2

	2012	2013	2014	2015
Overlash Attachments				
No. of Overlash Attachers				
No. of Overlash Attachments				
Pole Attachment Fee				
Gross Revenues from Pole Attachment Fees (\$000)				

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(m) Is Hydro One aware of any plans by any entity which would significantly increase the number of Attachments on the Joint Use Poles (such as, for example, the recently announced plan by Bell Canada to install new fibre facilities on 80,000 poles in Toronto)? If so, please describe the plan and how many Joint Use Poles may be affected.

#### **Response**

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(a) Please see Attachment 1 for a list of all Wireline Attachers in the communication space with an executed Agreement for Licensed Occupancy of Power Utility Distribution Poles, which pay the OEB approved Pole Attachment Fee of \$22.35.

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(b) Hydro One does not have Wireless Attachments installed on Hydro One owned poles or any agreements in place to allow them.

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(c) Municipalities have agreements with Hydro One to attach street and traffic lights to Hydro One-owned poles for the OEB-regulated price of \$2.04 per year per attachment. Please see Attachment 2 for the list of municipalities.

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Generators and LDCs with wireline attachments on Hydro One-owned poles pay OEB approved rates. For 2014 the rate for LDCs was \$28.61 per pole. For 2015 to 2017 the LDC and Generator rates are based on sliding scale for the amount of power space used. Refer to Exhibit G2. Tab 5, Schedule 1, Table 17 for LDC rates. Refer to Exhibit G2. Tab 5, Schedule 1, Table 18 for Generator rates. The names Generators are listed in Attachment 3 of this exhibit. The list of LDCs is found in Attachment 4.

23 (d)

	2012	2013	2014	2015
Wireline Attachments				
No. of Wireline Attachers	89	90	93	115
No. of Wireline Attachments	605,181	611,869	612,259	650,293
Pole Attachment Fee	\$22.35	\$22.35	\$22.35	\$37.05
Gross Revenues from Pole Attachment Fees (\$000)	\$6.4M	\$6.4M	\$6.5M	\$11.6M
Wireless Attachments				
No. of Wireless Attachers	0	0	0	0
No. of Wireless Attachments				
Pole Attachment Fee				

Page 5 of 6

	2012	2013	2014	2015
Gross Revenues from Pole Attachment Fees (\$000)				
Other Attachments				
No. of Other Attachers	441	440	443	441
No. of Other Attachments	LDC= 11757 Gen= 3274 Lights = 105842 Total =120873	LDC= 11676 Gen= 3312 Lights = 93948 Total= 108936	LDC= 11621 Gen= 3880 Lights = 99459 Total =114960	LDC= 11729 Gen= 3880 Lights = 101859 Total =117468
Pole Attachment Fee	LDC =\$28.61 Gen Power =(sliding scale) Lights = \$2.04	LDC =\$28.61 Gen Power =(sliding scale) Lights = \$2.04	LDC =\$28.61 Gen Power =(sliding scale) Lights = \$2.04	LDC= (sliding scale) Gen Power =(sliding scale) Lights = \$2.04
Gross Revenues from Pole Attachment Fees (\$000)	LDC= \$336367 Gen= \$96,845 Lights = \$215,918 Total =\$0.65M	LDC= \$334,050 Gen= \$117,388 Lights = \$ 191,654 Total =\$0.64M	LDC= \$332,476 Gen= \$118,016 Lights = \$202,897 Total =\$0.65M	LDC= \$549855 Gen= 220,195 Lights = 207,792 Total =\$0.98M
TOTAL REVENUE	\$7.05M	\$7.04M	\$7.15M	\$12.58M

(e) Hydro One has Municipal owned decorative attachments (banners, flower pots, Christmas Lights) that do not pay Pole Attachment Fees. These attachments are small in numbers and often are only temporary attachments lasting the duration of a festival or a season. Others pay in accordance with reciprocal Joint Use Agreements.

#### 6 (f) Yes

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(g) Confirmed revenues not considered. The formula from OEB decision RP-2003-0249
 was used.

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- (i) Hydro One doesn't have Wireless Attachments on Joint Use poles. Therefore the criteria that may be used in the future to determine if market value or OEB-approved rates should be applied in a particular area has not been investigated.
- (ii) Hydro One doesn't have Wireless Attachments on joint use poles.

14 (i)

- (i) Hydro One doesn't have Wireless Attachments on joint use poles.
- 16 (ii) Yes.

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- (iii) Hydro One operates Cat Lake Power and invoices attachers the regulated rate on their behalf.
- 3 (j) Hydro One has no known attachments in the communications space. Hydro One
  4 Telecom has attachments in the communications space, but as an affiliate, they have
  5 an executed agreement and are charged the OEB approved rate to attach.
- 6 (k) Hydro One charges the same rate of \$22.35 to overlash as it does to attach.
  - (l) Yes, the table in (d) does include overlashed attachments. Hydro One does not track overlashed attachments separately and is therefore cannot complete the table below.

#### Table 2

	2012	2013	2014	2015
Overlash Attachments				
No. of Overlash Attachers				
No. of Overlash Attachments				
Pole Attachment Fee				
Gross Revenues from Pole Attachment Fees (\$000)				

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(m) Currently Hydro One is not aware of any plans which would significantly increase the number of attachments.

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List of Non-Reciprocal Telecommunication Agreements
2197762 ONTARIO LTD, OPERATING AS FIBREXPRESS
68812 ONTARIO INC. (VIANET)
ALBAN MASTER ANTENNA CO-OPERATIVE INC.
AMTELECOM CABLE INC.
AMTELECOM COMMUNICATIONS INC
ASCENT ENERGY SERVICES INC.
ASTROCOM CABLEVISION INC.
BH TELECOM CORP.
BARRETT XPLORE INC.
BELL ALIANT - CAT LAKE
BLUEWATER TV CABLE LTD. (TELECOM)
BONNECHERE CABLE 2009
BRANTFORD HYDRO INC. (TELECOM)
BRANT MUNICIPAL ENTERPRISES INC.
BREAKER TECHNOLOGY LTD.
BROOKE TELECOM CO-OPERATIVE LTD
BRUCE MUNICIPAL TELEPHONE SYSTEMS (FIBRE CABLE)
BRUCE TELECOM
CABLE 1 ONTARIO INC.
CABLE CABLE INC.
CANADIAN P2P FIBRE SYSTEMS LTD.
CAT LAKE FIRST NATION
CENTRE WELLINGTON COMMUNICATIONS INC. (TELECOM)
COGECO CABLE CANADA INC.
COGECO DATA SERVICES INC.
COMMUNITY FIBRE COMPANY INC
CONSTANCE LAKE FIRST NATION
COUNTY OF OXFORD
EX-CEN CABLEVISION LTD.
EXECULINK CABLECOM INC.
EXECULINK TELECOM INC.
FCI BROADBAND
FCI COMMUNICATIONS
FESTIVAL HYDRO SERVICES INC. (TELECOM)
FIRST NATIONS CABLE INC.
GREATER SUDBURY TELECOMMUNICATIONS INC.
HASTINGS CABLE VISION LIMITED
HAY COMMUNICATIONS CO-OPERATIVE LIMITED
HCE TELECOM INC.

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TEKSAVVY SOLUTIONS INC.

Page 2 of 3
HURON TELECOMMUNICATIONS CO-OPERATIVE LTD.
HYDRO ONE TELECOM
KAWARTHA PINE RIDGE DISTRICT SCHOOL BOARD
UTILITIES KINGSTON (TELECOM)
LAKELAND ENERGY LTD.
LONDON HYDRO INC. (TELECOM)
MANAGED NETWORK SYSTEMS INC.
MARKDALE CABLE TV (872580 ONTARIO INC)
MAXIMUM ISP
MINISTRY OF NATIONAL DEFENSE
MITCHELL-SEAFORTH CABLE T.V. LTD.
MOCREEBEC DEVELOPMENT CORP. LTD.
MOHAWKS OF THE BAY OF QUINTE
MONISYS INC.
MOOSE FACTORY CABLE INC.
MORNINGTON COMMUNICATIONS CO-OP LTD.
MOUNTAIN CABLEVISION LTD.
NEXICOM COMMUNICATIONS INC.
NEXICOM TELECOMMUNICATIONS INC.
NIAGARA REGIONAL BROADBAND NETWORK LTD.
NOR-DEL CABLEVISION LIMITED
NORFOLK ENERGY INC. (TELECOM)
NORTH FRONTENAC TELEPHONE COMPANY LTD.
NORTH LEEDS CABLECOM INC.
NORTH RENFREW TELEPHONE COMPANY LIMITED
ONTARIO POWER GENERATION INC.
ONTERA
OTTAWA RIVER ENERGY SOLUTIONS INC. (TELECOM)
PACKET-TEL CORP.
REGIONAL MUNICIPALITY OF PEEL
PEOPLE'S TELEPHONE CO OF FOREST INC.
PERSONA COMMUNICATIONS CORP
PERSONA COMMUNICATIONS CORP (REGIONAL CENTRAL)
ROGERS COMMUNICATIONS PARTNERSHIP
SHAW CABLESYSTEMS G.P.
SLATE FALLS FIRST NATION
SOURCE CABLE LIMITED
SOUTHCOTT PINES PARK ASSOCIATION
SPECTRUM TELECOM GROUP LTD.

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TELACOR (8064555 CANADA CORP)
TELUS COMMUNICATIONS COMPANY
TERRA INTERNATIONAL (CANADA), INC.
THE CORPORATION OF THE COUNTY OF PRINCE EDWARD
THE CORPORATION OF THE TOWN OF ORANGEVILLE
THE CORPORATION OF THE TOWN OF CALEDON
THE UNIVERSITY OF WESTERN ONTARIO
TOWNSHIP OF PICKLE LAKE
TUCKERSMITH COMMUNICATIONS CO-OP LIMITED
UPPER CANADA DISTRICT SCHOOL BOARD
VERIDIAN ENERGY INC.
VIDEOTRON (LAURENTIEN) LTEE
VIDEOTRON TELECOM
WALPOLE ISLAND FIRST NATION
WESTPORT TELEPHONE COMPANY LIMITED
WIGHTMAN TELEPHONE LIMITED
WIREIE HOLDINGS INTERNATIONAL INC
XITTEL TELECOMMUNICATIONS INC.
YORK, THE REGIONAL MUNICIPALITY OF

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# List of Reciprocal Telecommunication Agreements

-	
BELL CANADA	
LANSDOWNE RURAL TELEPHONE COMPANY LIMITED	
NORTHERN TEL, LIMITED PARTNERSHIP	
THUNDER BAY TELEPHONE	

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## **List of Telecommunication Agreements with Generators**

List of Telecommunication Agreements with Generators
AIM HARROW WIND FARM LP
AIM SOP PHASE 1 LP
COMBER WIND LIMITED PARTNERSHIP
CP RENEWABLE ENERGY (KINGSBRIDGE) LP
ENBRIDGE ONT. WIND POWER LP
GREENFIELD SOUTH POWER CORPORATION
GOSFIELD WIND LTD PARTNERSHIP
KRUGER ENERGY CHATHAM LIMITED PARTNERSHIP
KRUGER ENERGY PORT ALMA LIMITED PARTNERSHIP
PLATEAU WIND INC.
POINTE-AUX-ROCHES WIND LP
RALEIGH WIND POWER PARTNERSHIP

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# Listing of All Municipal Attachment Agreements

8 1
ALDERVILLE FIRST NATION
ALGONQUINS OF PIKWAKANAGAN
ANISHINAABEG OF NAONGASHIING
AROLAND FIRST NATION
AUNDECK OMNI KANING FIRST NATION
BEAUSOLEIL FIRST NATION
BIG GRASSY RIVER FIRST NATION
BIINJITIWAABIK ZAAZING ANISHINAABEK
BRUNSWICK HOUSE FIRST NATION
CHAPLEAU CREE FIRST NATION
CHIPPEWAS OF GEORGINA ISLAND FIRST NATION
CHIPPEWAS OF THE THAMES
CITY OF HAMILTON
CITY OF OTTAWA
CONSTANCE LAKE FIRST NATION
COUCHICHING FIRST NATION
CURVE LAKE FIRST NATION
DELAWARE NATION
DOKIS FIRST NATION
GINOGAMING FIRST NATION
GRASSY NARROWS FIRST NATION
HER MAJESTRY THE QUEEN IN RIGHT OF CANADA, AS REPRESENTED BY THE
MINISTER OF NATIONAL DEFENSE
LAC SEAUL FIRST NATION
LINCOLN PARK INC
LONG LAKE #58
MATACHEWAN FIRST NATION
MATTAGAMI FIRST NATION
M'CHIGEENG FIRST NATION
MISHKEEGOGAMANG FIRST NATION
MISSISSAUGAS OF SCUGOG ISLAND FIRST NATION
MISSISSAUGAS OF THE NEW CREDIT FIRST NATION
MOOSE CREE FIRST NATION
NAOTKAMEGWINNING FIRST NATION
NICICKOUSEMENECANING FIRST NATION
NIPISSING FIRST NATION
OJIBWAYS OF THE PIC RIVER FIRST NATION
PAYS PLAT FIRST NATION
PIC MOBERT FIRST NATION
QUINTE HEALTH CARE

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RAINY RIVER FIRST NATION
SAGAMOK ANISHNAWBEK FIRST NATION
SAUGEEN FIRST NATION #29
SERPENT RIVER FIRST NATION
SHEGUIANDAH FIRST NATION
SLATE FALLS FIRST NATION
STANJIKOMING FIRST NATION
TAYKWA TAGAMOU NATION
THE CITY OF GREATER SUDBURY
THE CORPORATION OF LOYALIST TOWNSHIP
THE CORPORATION OF THE CITY OF BARRIE
THE CORPORATION OF THE CITY OF BELLEVILLE
THE CORPORATION OF THE CITY OF BROCKVILLE
THE CORPORATION OF THE CITY OF CLARENCE - ROCKLAND
THE CORPORATION OF THE CITY OF CORNWALL
THE CORPORATION OF THE CITY OF DRYDEN
THE CORPORATION OF THE CITY OF ELLIOT LAKE
THE CORPORATION OF THE CITY OF KAWARTHA LAKES
THE CORPORATION OF THE CITY OF KENORA
THE CORPORATION OF THE CITY OF KINGSTON
THE CORPORATION OF THE CITY OF OSHAWA
THE CORPORATION OF THE CITY OF OWEN SOUND
THE CORPORATION OF THE CITY OF QUINTE WEST
THE CORPORATION OF THE CITY OF ST. THOMAS
THE CORPORATION OF THE CITY OF THOROLD
THE CORPORATION OF THE CITY OF TIMMINS
THE CORPORATION OF THE CITY OF WINDSOR
THE CORPORATION OF THE COUNTY OF BRANT
THE CORPORATION OF THE COUNTY OF DUFFERIN
THE CORPORATION OF THE COUNTY OF ELGIN
THE CORPORATION OF THE COUNTY OF ESSEX
THE CORPORATION OF THE COUNTY OF GREY
THE CORPORATION OF THE COUNTY OF HALIBURTON
THE CORPORATION OF THE COUNTY OF HURON
THE CORPORATION OF THE COUNTY OF LAMBTON
THE CORPORATION OF THE COUNTY OF LANARK
THE CORPORATION OF THE COUNTY OF MIDDLESEX
THE CORPORATION OF THE COUNTY OF NORFOLK
THE CORPORATION OF THE COUNTY OF NORTHUMBERLAND
THE CORPORATION OF THE COUNTY OF OXFORD

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THE CORPORATION OF THE COLUMN OF PERMIT
THE CORPORATION OF THE COUNTY OF PERTH
THE CORPORATION OF THE COUNTY OF PETERBOROUGH
THE CORPORATION OF THE COUNTY OF PRINCE EDWARD
THE CORPORATION OF THE COUNTY OF WELLINGTON
THE CORPORATION OF THE MUNICIPALITY OF ARRAN - ELDERSLIE
THE CORPORATION OF THE MUNICIPALITY OF BAYHAM
THE CORPORATION OF THE MUNICIPALITY OF BILLINGS
THE CORPORATION OF THE MUNICIPALITY OF BRIGHTON
THE CORPORATION OF THE MUNICIPALITY OF BROCKTON
THE CORPORATION OF THE MUNICIPALITY OF CALLANDER
THE CORPORATION OF THE MUNICIPALITY OF CENTRAL ELGIN
THE CORPORATION OF THE MUNICIPALITY OF CENTRAL HURON
THE CORPORATION OF THE MUNICIPALITY OF CENTRE HASTINGS
THE CORPORATION OF THE MUNICIPALITY OF CHARLTON AND DACK
THE CORPORATION OF THE MUNICIPALITY OF CHATHAM - KENT
THE CORPORATION OF THE MUNICIPALITY OF CLARINGTON
THE CORPORATION OF THE MUNICIPALITY OF DUTTON - DUNWICH
THE CORPORATION OF THE MUNICIPALITY OF FRENCH RIVER
THE CORPORATION OF THE MUNICIPALITY OF GREENSTONE
THE CORPORATION OF THE MUNICIPALITY OF GREY HIGHLANDS
THE CORPORATION OF THE MUNICIPALITY OF HASTINGS HIGHLANDS
THE CORPORATION OF THE MUNICIPALITY OF HIGHLANDS EAST
THE CORPORATION OF THE MUNICIPALITY OF HURON EAST
THE CORPORATION OF THE MUNICIPALITY OF HURON SHORES
THE CORPORATION OF THE MUNICIPALITY OF KILLARNEY
THE CORPORATION OF THE MUNICIPALITY OF KINCARDINE
THE CORPORATION OF THE MUNICIPALITY OF LAMBTON SHORES
THE CORPORATION OF THE MUNICIPALITY OF LEAMINGTON
THE CORPORATION OF THE MUNICIPALITY OF MARKSTAY - WARREN
THE CORPORATION OF THE MUNICIPALITY OF MARMORA AND LAKE
THE CORPORATION OF THE MUNICIPALITY OF MCDOUGALL
THE CORPORATION OF THE MUNICIPALITY OF MEAFORD
THE CORPORATION OF THE MUNICIPALITY OF MORRIS - TURNBERRY
THE CORPORATION OF THE MUNICIPALITY OF NEEBING
THE CORPORATION OF THE MUNICIPALITY OF NORTH GRENVILLE
THE CORPORATION OF THE MUNICIPALITY OF NORTH MIDDLESEX
THE CORPORATION OF THE MUNICIPALITY OF NORTHERN BRUCE PENINSULA
THE CORPORATION OF THE MUNICIPALITY OF PORT HOPE
THE CORPORATION OF THE MUNICIPALITY OF POWASSAN
THE CORPORATION OF THE MUNICIPALITY OF RED LAKE

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THE CORPORATION OF THE MUNICIPALITY OF SOUTH BRUCE
THE CORPORATION OF THE MUNICIPALITY OF SOUTH HURON
THE CORPORATION OF THE MUNICIPALITY OF SOUTHWEST MIDDLESEX
THE CORPORATION OF THE MUNICIPALITY OF ST. CHARLES
THE CORPORATION OF THE MUNICIPALITY OF TEMAGAMI
THE CORPORATION OF THE MUNICIPALITY OF THAMES CENTRE
THE CORPORATION OF THE MUNICIPALITY OF TRENT HILLS
THE CORPORATION OF THE MUNICIPALITY OF TWEED
THE CORPORATION OF THE MUNICIPALITY OF WEST ELGIN
THE CORPORATION OF THE MUNICIPALITY OF WEST GREY
THE CORPORATION OF THE MUNICIPALITY OF WEST NIPISSING
THE CORPORATION OF THE MUNICIPALITY OF WEST PERTH
THE CORPORATION OF THE NATION MUNICIPALITY
THE CORPORATION OF THE REGIONAL MUNICIPALITY OF DURHAM
THE CORPORATION OF THE REGIONAL MUNICIPALITY OF YORK
THE CORPORATION OF THE TOWN OF AMHERSTBURG
THE CORPORATION OF THE TOWN OF ARNPRIOR
THE CORPORATION OF THE TOWN OF AURORA
THE CORPORATION OF THE TOWN OF BANCROFT
THE CORPORATION OF THE TOWN OF BLIND RIVER
THE CORPORATION OF THE TOWN OF BRACEBRIDGE
THE CORPORATION OF THE TOWN OF BRADFORD WEST GWILLIMBURY
THE CORPORATION OF THE TOWN OF CALEDON
THE CORPORATION OF THE TOWN OF COBALT
THE CORPORATION OF THE TOWN OF COCHRANE
THE CORPORATION OF THE TOWN OF DEEP RIVER
THE CORPORATION OF THE TOWN OF DESERONTO
THE CORPORATION OF THE TOWN OF EAST GWILLIMBURY
THE CORPORATION OF THE TOWN OF ENGLEHART
THE CORPORATION OF THE TOWN OF ERIN
THE CORPORATION OF THE TOWN OF ESSEX
THE CORPORATION OF THE TOWN OF GEORGINA
THE CORPORATION OF THE TOWN OF GORE BAY
THE CORPORATION OF THE TOWN OF GRAVENHURST
THE CORPORATION OF THE TOWN OF GREATER NAPANEE
THE CORPORATION OF THE TOWN OF HEARST
THE CORPORATION OF THE TOWN OF HUNTSVILLE
THE CORPORATION OF THE TOWN OF INGERSOLL
THE CORPORATION OF THE TOWN OF IROQUOIS FALLS
THE CORPORATION OF THE TOWN OF KAPUSKASING

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THE CORPORATION OF THE TOWN OF KEARNEY
THE CORPORATION OF THE TOWN OF KINGSVILLE
THE CORPORATION OF THE TOWN OF KIRKLAND LAKE
THE CORPORATION OF THE TOWN OF LAKESHORE
THE CORPORATION OF THE TOWN OF LASALLE
THE CORPORATION OF THE TOWN OF LATCHFORD
THE CORPORATION OF THE TOWN OF LAURENTIAN HILLS
THE CORPORATION OF THE TOWN OF MARATHON
THE CORPORATION OF THE TOWN OF MIDLAND
THE CORPORATION OF THE TOWN OF MINTO
THE CORPORATION OF THE TOWN OF MISSISSIPPI MILLS
THE CORPORATION OF THE TOWN OF MONO
THE CORPORATION OF THE TOWN OF MOOSONEE
THE CORPORATION OF THE TOWN OF NEW TECUMSETH
THE CORPORATION OF THE TOWN OF NEWMARKET
THE CORPORATION OF THE TOWN OF NORTH PERTH
THE CORPORATION OF THE TOWN OF NORTHEASTERN MANITOULIN AND THE
ISLANDS
THE CORPORATION OF THE TOWN OF PELHAM
THE CORPORATION OF THE TOWN OF PENETANGUISHENE
THE CORPORATION OF THE TOWN OF PERTH
THE CORPORATION OF THE TOWN OF PETAWAWA
THE CORPORATION OF THE TOWN OF PLYMPTON - WYOMING
THE CORPORATION OF THE TOWN OF RAINY RIVER
THE CORPORATION OF THE TOWN OF RICHMOND HILL
THE CORPORATION OF THE TOWN OF SAUGEEN SHORES
THE CORPORATION OF THE TOWN OF SHELBURNE
THE CORPORATION OF THE TOWN OF SMITHS FALLS
THE CORPORATION OF THE TOWN OF SMOOTH ROCK FALLS
THE CORPORATION OF THE TOWN OF SOUTH BRUCE PENINSULA
THE CORPORATION OF THE TOWN OF TECUMSEH
THE CORPORATION OF THE TOWN OF THE BLUE MOUNTAINS
THE CORPORATION OF THE TOWN OF THESSALON
THE CORPORATION OF THE TOWN OF WHITCHURCH - STOUFFVILLE
THE CORPORATION OF THE TOWNSHIP OF ADDINGTON HIGHLANDS
THE CORPORATION OF THE TOWNSHIP OF ADELAIDE METCALFE
THE CORPORATION OF THE TOWNSHIP OF ADMASTON/BROMLEY
THE CORPORATION OF THE TOWNSHIP OF ALFRED AND PLANTAGENET
THE CORPORATION OF THE TOWNSHIP OF ALGONQUIN HIGHLANDS
THE CORPORATION OF THE TOWNSHIP OF ALNWICK/HALDIMAND
THE CORPORATION OF THE TOWNSHIP OF AMARANTH
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THE CORPORATION OF THE TOWNSHIP OF ARMOUR
THE CORPORATION OF THE TOWNSHIP OF ARMSTRONG
THE CORPORATION OF THE TOWNSHIP OF ASHFIELD - COLBORNE - WAWANOSH
THE CORPORATION OF THE TOWNSHIP OF ASPHODEL - NORWOOD
THE CORPORATION OF THE TOWNSHIP OF ASSIGINACK
THE CORPORATION OF THE TOWNSHIP OF ATHENS
THE CORPORATION OF THE TOWNSHIP OF AUGUSTA
THE CORPORATION OF THE TOWNSHIP OF BECKWITH
THE CORPORATION OF THE TOWNSHIP OF BLACK RIVER - MATHESON
THE CORPORATION OF THE TOWNSHIP OF BLANDFORD - BLENHEIM
THE CORPORATION OF THE TOWNSHIP OF BONFIELD
THE CORPORATION OF THE TOWNSHIP OF BONNECHERE VALLEY
THE CORPORATION OF THE TOWNSHIP OF BROCK
THE CORPORATION OF THE TOWNSHIP OF BROOKE - ALVINSTON
THE CORPORATION OF THE TOWNSHIP OF BRUDENELL, LYNDOCH AND RAGLAN
THE CORPORATION OF THE TOWNSHIP OF CARLING
THE CORPORATION OF THE TOWNSHIP OF CASEY
THE CORPORATION OF THE TOWNSHIP OF CAVAN - MILLBROOK - NORTH
MONAGHAN  THE CORDOR ATION OF THE TOWNSHIP OF CENTRAL FRONTENIAC
THE CORPORATION OF THE TOWNSHIP OF CENTRAL FRONTENAC
THE CORPORATION OF THE TOWNSHIP OF CENTRAL MANITOULIN
THE CORPORATION OF THE TOWNSHIP OF CHAMPIANI
THE CORPORATION OF THE TOWNSHIP OF CHARPLE
THE CORPORATION OF THE TOWNSHIP OF CHAPPLE
THE CORPORATION OF THE TOWNSHIP OF CLEARVIEW
THE CORPORATION OF THE TOWNSHIP OF COCKBURN ISLAND THE CORPORATION OF THE TOWNSHIP OF COLEMAN
THE CORPORATION OF THE TOWNSHIP OF DAWN FURTHER HA
THE CORPORATION OF THE TOWNSHIP OF DAWSON
THE CORPORATION OF THE TOWNSHIP OF DAWSON
THE CORPORATION OF THE TOWNSHIP OF DOURO - DUMMER
THE CORPORATION OF THE TOWNSHIP OF DRUMMOND/NORTH ELMSLEY
THE CORPORATION OF THE TOWNSHIP OF DYSART ET AL
THE CORPORATION OF THE TOWNSHIP OF EAR FALLS
THE CORPORATION OF THE TOWNSHIP OF EAST FERRIS
THE CORPORATION OF THE TOWNSHIP OF EAST GARAFRAXA
THE CORPORATION OF THE TOWNSHIP OF EAST HAWKESBURY
THE CORPORATION OF THE TOWNSHIP OF EAST LUTHER GRAND VALLEY
THE CORPORATION OF THE TOWNSHIP OF EAST ZORRA - TAVISTOCK
THE CORPORATION OF THE TOWNSHIP OF EDWARDSBURGH/CARDINAL
THE CORPORATION OF THE TOWNSHIP OF ELIZABETHTOWN - KITLEY

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THE CORPORATION OF THE TOWNSHIP OF EMO
THE CORPORATION OF THE TOWNSHIP OF ENNISKILLEN
THE CORPORATION OF THE TOWNSHIP OF ESSA
THE CORPORATION OF THE TOWNSHIP OF FAUQUIER - STRICKLAND
THE CORPORATION OF THE TOWNSHIP OF FRONTENAC ISLANDS
THE CORPORATION OF THE TOWNSHIP OF GALWAY - CAVENDISH - HARVEY
THE CORPORATION OF THE TOWNSHIP OF GAUTHIER
THE CORPORATION OF THE TOWNSHIP OF GEORGIAN BAY
THE CORPORATION OF THE TOWNSHIP OF GEORGIAN BLUFFS
THE CORPORATION OF THE TOWNSHIP OF GILLIES
THE CORPORATION OF THE TOWNSHIP OF GREATER MADAWASKA
THE CORPORATION OF THE TOWNSHIP OF HAMILTON
THE CORPORATION OF THE TOWNSHIP OF HAVELOCK - BELMONT - METHUEN
THE CORPORATION OF THE TOWNSHIP OF HORNEPAYNE
THE CORPORATION OF THE TOWNSHIP OF HORTON
THE CORPORATION OF THE TOWNSHIP OF HOWICK
THE CORPORATION OF THE TOWNSHIP OF HURON - KINLOSS
THE CORPORATION OF THE TOWNSHIP OF IGNACE
THE CORPORATION OF THE TOWNSHIP OF JAMES
THE CORPORATION OF THE TOWNSHIP OF KILLALOE, HAGARTY AND RICHARDS
THE CORPORATION OF THE TOWNSHIP OF KING
THE CORPORATION OF THE TOWNSHIP OF LAKE OF BAYS
THE CORPORATION OF THE TOWNSHIP OF LANARK HIGHLANDS
THE CORPORATION OF THE TOWNSHIP OF LARDER LAKE
THE CORPORATION OF THE TOWNSHIP OF LAURENTIAN VALLEY
THE CORPORATION OF THE TOWNSHIP OF LEEDS AND THE THOUSAND ISLANDS
THE CORPORATION OF THE TOWNSHIP OF LUCAN BIDDULPH
THE CORPORATION OF THE TOWNSHIP OF MACHIN
THE CORPORATION OF THE TOWNSHIP OF MADAWASKA VALLEY
THE CORPORATION OF THE TOWNSHIP OF MADOC
THE CORPORATION OF THE TOWNSHIP OF MAGNETAWAN
THE CORPORATION OF THE TOWNSHIP OF MALAHIDE
THE CORPORATION OF THE TOWNSHIP OF MANITOUWADGE
THE CORPORATION OF THE TOWNSHIP OF MAPLETON
THE CORPORATION OF THE TOWNSHIP OF MATACHEWAN
THE CORPORATION OF THE TOWNSHIP OF MCGARRY
THE CORPORATION OF THE TOWNSHIP OF MCKELLAR
THE CORPORATION OF THE TOWNSHIP OF MCKERROW BALDWIN
THE CORPORATION OF THE TOWNSHIP OF MCMURRICH/MONTEITH
THE CORPORATION OF THE TOWNSHIP OF MCNAB/BRAESIDE

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THE CORPORATION OF THE TOWNSHIP OF MELANCTHON
THE CORPORATION OF THE TOWNSHIP OF MINDEN HILLS
THE CORPORATION OF THE TOWNSHIP OF MONTAGUE
THE CORPORATION OF THE TOWNSHIP OF MOONBEAM
THE CORPORATION OF THE TOWNSHIP OF MORLEY
THE CORPORATION OF THE TOWNSHIP OF MULMUR
THE CORPORATION OF THE TOWNSHIP OF MUSKOKA LAKES
THE CORPORATION OF THE TOWNSHIP OF NAIRN AND HYMAN
THE CORPORATION OF THE TOWNSHIP OF NIPIGON
THE CORPORATION OF THE TOWNSHIP OF NIPISSING
THE CORPORATION OF THE TOWNSHIP OF NORTH ALGONA WILBERFORCE
THE CORPORATION OF THE TOWNSHIP OF NORTH DUNDAS
THE CORPORATION OF THE TOWNSHIP OF NORTH FRONTENAC
THE CORPORATION OF THE TOWNSHIP OF NORTH GLENGARRY
THE CORPORATION OF THE TOWNSHIP OF NORTH HURON
THE CORPORATION OF THE TOWNSHIP OF NORTH KAWARTHA
THE CORPORATION OF THE TOWNSHIP OF NORTH STORMONT
THE CORPORATION OF THE TOWNSHIP OF NORWICH
THE CORPORATION OF THE TOWNSHIP OF O'CONNOR
THE CORPORATION OF THE TOWNSHIP OF OPASATIKA
THE CORPORATION OF THE TOWNSHIP OF ORO - MEDONTE
THE CORPORATION OF THE TOWNSHIP OF OTONABEE - SOUTH MONAGHAN
THE CORPORATION OF THE TOWNSHIP OF PAPINEAU - CAMERON
THE CORPORATION OF THE TOWNSHIP OF PELEE
THE CORPORATION OF THE TOWNSHIP OF PERRY
THE CORPORATION OF THE TOWNSHIP OF PERTH EAST
THE CORPORATION OF THE TOWNSHIP OF PERTH SOUTH
THE CORPORATION OF THE TOWNSHIP OF PICKLE LAKE
THE CORPORATION OF THE TOWNSHIP OF PUSLINCH
THE CORPORATION OF THE TOWNSHIP OF RAMARA
THE CORPORATION OF THE TOWNSHIP OF RIDEAU LAKES
THE CORPORATION OF THE TOWNSHIP OF RUSSELL
THE CORPORATION OF THE TOWNSHIP OF SABLES - SPANISH RIVERS
THE CORPORATION OF THE TOWNSHIP OF SCHREIBER
THE CORPORATION OF THE TOWNSHIP OF SCUGOG
THE CORPORATION OF THE TOWNSHIP OF SEGUIN
THE CORPORATION OF THE TOWNSHIP OF SEVERN
THE CORPORATION OF THE TOWNSHIP OF SHEDDEN
THE CORPORATION OF THE TOWNSHIP OF SHUNIAH
THE CORPORATION OF THE TOWNSHIP OF SIOUX NARROWS - NESTOR FALLS

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THE CORPORATION OF THE TOWNSHIP OF SMITH - ENNISMORE - LAKEFIELD
THE CORPORATION OF THE TOWNSHIP OF SOUTH ALGONQUIN
THE CORPORATION OF THE TOWNSHIP OF SOUTH DUNDAS
THE CORPORATION OF THE TOWNSHIP OF SOUTH FRONTENAC
THE CORPORATION OF THE TOWNSHIP OF SOUTH GLENGARRY
THE CORPORATION OF THE TOWNSHIP OF SOUTH STORMONT
THE CORPORATION OF THE TOWNSHIP OF SOUTHGATE
THE CORPORATION OF THE TOWNSHIP OF SOUTHWOLD
THE CORPORATION OF THE TOWNSHIP OF SPRINGWATER
THE CORPORATION OF THE TOWNSHIP OF ST. CLAIR
THE CORPORATION OF THE TOWNSHIP OF STIRLING - RAWDON
THE CORPORATION OF THE TOWNSHIP OF STONE MILLS
THE CORPORATION OF THE TOWNSHIP OF STRATHROY - CARADOC
THE CORPORATION OF THE TOWNSHIP OF STRONG
THE CORPORATION OF THE TOWNSHIP OF TAY
THE CORPORATION OF THE TOWNSHIP OF TAY VALLEY
THE CORPORATION OF THE TOWNSHIP OF TEHKUMMAH
THE CORPORATION OF THE TOWNSHIP OF TERRACE BAY
THE CORPORATION OF THE TOWNSHIP OF THE NORTH SHORE
THE CORPORATION OF THE TOWNSHIP OF TINY
THE CORPORATION OF THE TOWNSHIP OF TYENDINAGA
THE CORPORATION OF THE TOWNSHIP OF UXBRIDGE
THE CORPORATION OF THE TOWNSHIP OF VAL RITA - HARTY
THE CORPORATION OF THE TOWNSHIP OF WAINFLEET
THE CORPORATION OF THE TOWNSHIP OF WARWICK
THE CORPORATION OF THE TOWNSHIP OF WELLINGTON NORTH
THE CORPORATION OF THE TOWNSHIP OF WHITE RIVER
THE CORPORATION OF THE TOWNSHIP OF WHITEWATER REGION
THE CORPORATION OF THE TOWNSHIP OF WOLLASTON
THE CORPORATION OF THE TOWNSHIP OF ZORRA
THE CORPORATION OF THE UNITED COUNTIES OF LEEDS AND GRENVILLE
THE CORPORATION OF THE UNITED COUNTIES OF PRESCOTT AND RUSSELL
THE CORPORATION OF THE UNITED COUNTIES OF STORMONT, DUNDAS AND
GLEN ROBERTSON
THE CORPORATION OF THE VILLAGE OF MERRICKVILLE - WOLFORD
THE CORPORATION OF THE VILLAGE OF SOUTH RIVER
THE CORPORATION OF THE VILLAGE OF THORNLOE
THESSALON FIRST NATION
WABASEEMOONG INDEPENDENT NATIONS
WAHGOSHIG FIRST NATION
WAHNAPITAE FIRST NATION

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WAHTA MOHAWKS FIRST NATION
WALPOLE ISLAND FIRST NATION
WASAUKSING FIRST NATION
WHITEFISH LAKE FIRST NATION

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# List of Generators that have Agreements for Power Space

AIM HARROW WIND FARM LP
AIM SOP PHASE I LP
CP RENEWABLE ENERGY (KINGSBRIDGE) LP
CLARINGTON WIND POWER LP
COMBER WIND LIMITED PARTNERSHIP
CONESTOGO WIND LP
ENBRIDGE RENEWABLE ENERGY INFRASTRUCTURE LTD
GOSFIELD WIND LIMITED PARTNERSHIP
KRUGER ENERGY CHATHAM LIMITED PARTNERSHIP
KRUGER ENERGY PORT ALMA LIMITED PARTNERSHIP
PLATEAU WIND LP
POINTE-AUX-ROCHES WIND LP
QUIXOTE ONE WIND ENERGY CORP.
RALEIGH WIND POWER PARTNERSHIP
SCHNEIRDER POWER INC.
SUNE RUTLEY LP

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# List of Local Distribution Companies that have Agreements with Hydro One

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List of Local Distribution Companies that have Agreements with Trydro One
BLUEWATER POWER DISTRIBUTION
BRANT COUNTY POWER
BRANTFORD POWER INC
BURLINGTON HYDRO INC.
CAMBRIDGE NORTH DUMFRIES HYDRO
CANADIAN NIAGARA POWER
CENTRE WELLINGTON HYDRO
CHAPLEAU HYDRO
COLLUS POWER
COOPERATIVE HYDRO EMBRUN INC
CORNWALL ELECTRIC
E.L.K. ENERGY INC
EASTERN ONTARIO POWER
ENERSOURCE MISSISSAUGA INC.
ENTEGRUS POWERLINES INC.
ENWIN UTILITIES
ERIE THAMES POWERLINES
ESPANOLA REGIONAL HYDRO
ESSEX POWERLINES CORPORATION
FESTIVAL HYDRO
FORT FRANCES POWER CORPORATION
GODERICH P.U.C.
GREATER SUDBURY HYDRO INC.
GUELPH HES
HALDIMAND COUNTY HYDRO
HALTON HILLS HYDRO INC.
HEARST POWER DISTRIBUTION COMPANY LIMITED
HORIZON UTILITIES CORPORATION
HYDRO 2000
HYDRO HAWKESBURY INC.
HYDRO OTTAWA LIMITED
HYDROONE BRAMPTON
INNISFILL HYDRO DS
KINGSTON UTILITIES
KITCHENER WILMOT HYDRO
LAKEFRONT UTILITIES
LAKELAND POWER DISTRIBUTION
LONDON HYDRO INC.
MIDDLESEX POWER DISTRIBUTION CORPORATION

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MIDLAND POWER UTILITY
MILTON HYDRO DISTRIBUTION
NEWMARKET HYDRO LIMITED
NIAGARA PENINSULA ENERGY INC.
NIAGARA-ON-THE-LAKE HYDRO
NORFOLK POWER DISTRIBUTION INC.
NORTH BAY HYDRO DISTRIBUTION
NORTHERN ONTARIO WIRES-HYDRO ELECTRIC
OAKVILLE HED
ORANGEVILLE HYDRO
ORILLIA POWER DISTRIBUTION CORPORATION
ORILLIA POWER GENERATION CORPORATION
OSHAWA PUC NETWORKS
OTTAWA RIVER POWER
PARRY SOUND POWER
PETERBOROUGH DISTRIBUTION INC.
PORT COLBORNE HYDRO INC.
POWERSTREAM INC.
RENFREW HYDRO
RIDEAU ST. LAWRENCE DISTRIBUTION
SCUGOG HYDRO ENERGY
ST. THOMAS ENERGY INC.
TAY HYDRO ELECTRIC DISTRIBUTION
THE CORPORATION OF THE TOWNSHIP OF HORNEPAYNE
THUNDER BAY HYDRO ELECTRICITY DISTRIBUTION INC.
TILLSONBURG HYDRO INC.
TORONTO HYDRO ELECTRIC SYSTEM LTD.
VERIDIAN CONNECTIONS INC.
WALTHAM POWER AND COMPANY LP
WASAGA DISTRIBUTION INC.
WATERLOO NORTH HYDRO
WELLAND HES
WELLINGTON ELECTRIC DISTRIBUTION COMPANY INC.
WELLINGTON NORTH POWER INC.
WEST NIPISSING ENERGY SERVICES LIMITED
WESTARIO POWER
WHITBY HYDRO ELECTRIC CORPORATION
WOODSTOCK HYDRO SERVICES INC.

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## ROGERS COMMUNICATIONS ET AL (The Carriers) INTERROGATORY #2

23 *Inter* 

#### *Interrogatory*

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- (a) Does Hydro One currently have a joint use agreement or agreements with Bell Canada under which each party has reciprocal access to the poles owned by the other? If yes, please provide a copy of such agreement(s).
- 8 (b) Does Bell Canada pay Hydro One the OEB-approved Pole Attachment Fee of \$22.35 for its Wireline Attachments? If not, what compensation or other consideration does Bell Canada provide to Hydro One for its Wireline Attachments?
- Will the proposed Pole Attachment Fee apply to Bell Canada and its Wireline Attachments? If not, what fee will apply?
- Does Hydro One provide any services to Bell Canada for work done on Bell Canada poles (e.g., pole replacement, pole straightening, wires down, trees on wire, maintenance related to vegetation, storm or emergency repairs)? If yes, provide the rates and amounts received by Hydro One for any such work and indicate whether the amounts received fully recover its costs for performing such work.
- Does Hydro One provide any administrative services to Bell Canada in relation to Bell Canada poles (*e.g.*, processing permit applications, GIS and inventory, invoicing)? If yes, provide the rates and amounts received by Hydro One for any such work and indicate whether the amounts received fully recover its costs for performing such work.
- Does Bell Canada provide any services to Hydro One for work it performs on Joint Use Poles (*e.g.*, pole replacement, pole straightening, wires down, trees on wire maintenance related to vegetation, storm or emergency repairs)? If yes, provide the rates and amounts received by Bell Canada for such work for each of the years 2010-2015 (actual amounts for 2010-2014 and estimates for 2015).
- Does Bell Canada provide any administrative services to Hydro One in relation to Joint Use Poles (*e.g.*, processing permit applications, GIS and inventory, invoicing)? If yes, provide the rates and amounts received by Bell Canada for such work for each of the years 2010-2015 (actual amounts for 2010-2014 and estimates for 2015).
- Does Hydro One have any joint use agreements with any third party other than Bell Canada that provide for reciprocal access to one another's poles? If yes, please respond to the questions and provide the information requested in (a) to (e), replacing "Bell Canada" with any such third party.

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#### Response

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- 2 (a) Currently Hydro One has a reciprocal joint use agreement with Bell Canada. Due to the commercial sensitivity of third party information contained in this agreement, Hydro One declines to disclose this agreement.
- (b) Bell Canada does pay Hydro One the OEB pole attachment fee for purchased companies that have *not* been integrated into the existing Bell/HONI agreement.
   Within the existing Bell Canada/ HONI pole sharing agreement both companies pay as negotiated within the agreement.
- 9 (c) Please see response to (b) above.
- 10 (d) Hydro One does provide services to Bell Canada based on the existing agreement and fully recovers its costs.
- (e) Hydro One does not provide administration services to Bell Canada.
- 13 (f) During storm restoration activities, Bell on the rare occasion has replaced Hydro One 14 owned poles when they have contractors who are replacing their own poles nearby. 15 For these rare situations, the Bell costs are not tracked. The rates and amounts would 16 be as per the Hydro One and Bell Joint Use agreement.
- (g) Bell Canada does not perform any administrative services for Hydro One.

#### 18 (h) Part 1 - LDCs

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- (a) Please see Exhibit I, Tab 4, Schedule 1, Attachment 4 for list of LDCs, with reciprocal agreements with Hydro One. Due to the commercial sensitivity of third party information contained in these agreements, Hydro One declines to disclose these agreements.
- 23 (b) The LDCs pay Hydro One an OEB approved Pole Attachment Fee, based on the OEB Decision for proceeding EB-2013-0416.
  - (c) See response to (h) part (b).
- 26 (d) During storm or trouble restoration activities, Hydro One would possibly perform
  27 work on LDC-owned poles. This work is minimal throughout the year and is
  28 therefore not tracked. The rates and amounts received by Hydro One for this
  29 work are as per the Joint Use agreement with that LDC. Hydro One does not
  30 provide forestry services to LDCs. As per the Joint Use agreement, the owner of
  31 the pole is responsible for forestry maintenance.
  - (e) Hydro One does not provide any administrative services to LDCs.

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# Part 2 – Other Wireline Attachers Connected in the Communication Space with

# 2 Reciprocal Agreements

- (a) The following Wireline Attachers have reciprocal agreements with Hydro One:
  Lansdowne Rural Telephone Company Limited; Northern Tel Limited
  Partnership; and Thunder Bay Telephone. Due to the commercial sensitivity of third party information contained in these agreements, Hydro One declines to disclose these agreements.
- 8 (b) These companies pay the Board-approved pole attachment fee of \$22.35.
- 9 (c) If approved, these companies will pay the proposed fee for their wireline attachments.
- 11 (d) During storm or trouble restoration activities, Hydro One would possibly perform
  12 work on these company-owned poles. This work is minimal throughout the year
  13 and is therefore not tracked. The rates and amounts received by Hydro One for
  14 this work are as per the Joint Use agreement with that company.
- Hydro One performs some forestry services for these Wireline companies and is reimbursed according to the reciprocal agreement.
- (e) Hydro One does not provide any administrative services these Wireline companies.

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### ROGERS COMMUNICATIONS ET AL (The Carriers) INTERROGATORY #3

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#### **Interrogatory**

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**Ref:** Exhibit G2-5-1 - Allocation factor of 21.9%.

- (a) Confirm that Hydro One has used an average of 2.5 Wireline Attachers per Joint Use Pole to generate an allocation factor of 21.9%. If not, please provide Hydro One's average or assumption respecting the number of Wireline Attachers per Joint Use Pole.
- 10 (b) Has Hydro One conducted any studies or surveys or used the results of studies or surveys by others to calculate the average number of Wireline Attachers per Joint Use Pole? If so please provide a description of the studies or surveys used or taken into consideration, and copies of same.
- 14 (c) Confirm that, under Hydro One's methodology, Wireline Attachers would contribute 54.8% of the common costs of a pole while Hydro One would contribute 45.2%.
  - (d) Confirm that Hydro One has used the following dimensions (in feet) for the various spaces on a Joint Use Pole to generate an allocation factor of 21.9%. If not provide details of the dimensions used and their basis.

Table 3

Space on Joint Use Pole	Length in feet
Buried Portion	6.00
Clearance Space	17.25
Communications Space	2.00
Separation Space	3.25
Power Space	11.50
Total length of Joint Use Pole	40.00

- 20 (e) Indicate whether power facilities, such as transformers, ever encroach on, or are attached within, the separation space on the Joint Use Poles.
- 22 (f) Provide all steps in the calculation and all data inputs used to determine the allocation 23 factor of 21.9%. Include all supporting evidence, assumptions and calculations 24 employed otherwise not requested in (a) to (e).

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#### Response

1 2 3

- (a) Please refer to Exhibit I, Tab 1, Schedule 2, part a.
- 4 (b) Hydro One has not performed any studies or surveys nor is aware of any studies or surveys performed by anyone else.
- 6 (c) Yes. Using the methodology adopted in OEB's Decision and Order in proceeding RP-2003-0249, this is the result.
- 8 (d) For a typical Hydro One 40ft pole the following space allocations are made to be consistent with the allocation of 21.9% for communication space.

Table 3

Space on Joint Use Pole	Length in feet
Buried Portion	6.00
Clearance Space	18.75
Communications Space	2.00
Separation Space	3.25
Power Space	10
Total length of Joint Use Pole	40.00

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- (e) In some legacy situations it is possible that power facilities may encroach in the separation space. When this situation is identified and it does not allow a worker to maintain their safe limits of approach, the pole layout is corrected at Hydro One's expense. When this situation is identified and it does allow a worker to maintain their safe limits of approach, the pole layout is corrected when the pole is replaced at its end of life.
- (f) Please refer to Exhibit I, Tab 1, Schedule 2, part a.

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### ROGERS COMMUNICATIONS ET AL (The Carriers) INTERROGATORY #4

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#### **Interrogatory**

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**Ref:** Exhibit G2-5-1 – 2015 Net Embedded Cost of \$745.86 per pole.

- (a) Identify the number of poles used to calculate the per pole cost in each of the lines in Table 16 of Exhibit G2-5-1 ("**Table 16**") (for the years 2012 to 2019 inclusive). Furthermore, identify the source of the number of poles used in each line of the calculation and explain why the number of poles used in each line is relevant to the calculation.
- (b) Explain whether Hydro One used year-end number of poles or average number of poles for each year in each line of Table 16 and, if year-end number of poles were used, explain why average number of poles for each year was not used.
  - (c) For each of the years 2010-2015, provide Hydro One's Average Embedded Cost per pole (actual cost for 2010-2014 and estimates for 2015). Identify the categories, descriptions and values of all asset accounts (both aggregate and sub-accounts) used to determine the Average Embedded Cost, as well as the total number of poles and types of poles (*e.g.*, Joint Use Poles, Single Use Poles, other types of poles) used to determine a per Joint Use Pole cost.
- 20 (d) For each of the years 2010-2015, provide Hydro One's Net Embedded Cost per pole (actual cost for 2010-2014 and estimates for 2015). Identify the categories, descriptions and values of all asset accounts (both aggregate and sub-accounts) used, as well as the total number of poles and types of poles (*e.g.*, Joint Use Poles, Single Use Poles, other types of poles) used.
- (e) Describe in detail the methodology, including applicable cost inputs, that was used to 25 determine a Net Embedded Cost per pole of \$745.86 as at Table 16. Confirm 26 whether the Net Embedded Cost per pole of \$745.86 includes power-specific or 27 power-only fixtures or assets (Account # 1830 from the Board's Accounting 28 Procedures Handbook for Electricity Distributors ("APH")). If the cost of such 29 fixtures and assets are excluded, explain how the costs were identified and, if a factor 30 was used, identify that factor. If the cost of such power fixtures and assets are 31 included, explain the rationale for their inclusion. Include all supporting evidence, 32 assumptions and calculations employed. 33
- (f) Confirm whether the Average Embedded Cost per pole and the Net Embedded Cost per pole of \$745.86 used to calculate the proposed Pole Attachment Fee include Hydro One's ongoing costs of pole replacement.
- 37 (g) For fiscal year ends 2012 and 2013, separately identify each of the following:
- (i) gross assets;

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- (ii) accumulated depreciation;
- 2 (iii)net assets; and

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- 3 (iv)depreciation expense.
- 4 (h) For the fiscal years 2014 to 2019, separately identify each of the following:
- 5 (i) gross book value;
- 6 (ii) accumulated depreciation; and
- 7 (iii)depreciation expense.
- (i) Confirm that the Net Embedded Cost per pole of **\$745.86** is based on the net book value of the "Poles, Towers & Fixtures" (Account # 1830 from the APH). If not, identify the source and derivation of the Net Embedded Cost.
- 11 (j) Confirm whether any costs associated with the replacement of Joint Use Poles has been included in the Net Embedded Cost per pole of \$745.86.
- (k) Reconcile the Net Embedded Cost per pole of \$745.86 with the net book value of the "Poles, Towers & Fixtures" (Account # 1830 from the APH) or other source. Provide all calculations and source references to enable replication of the calculations.
- (l) Provide the amounts from each of the following accounts used to determine the Net Embedded Cost of \$745.86.

Table 4

1830	Joint Use Poles, Towers and Fixtures
1830-3	Joint Use Poles, Towers and Fixtures - Subtransmission Bulk Delivery
1830-4	Joint Use Poles, Towers and Fixtures – Primary
1830-5	Joint Use Poles, Towers and Fixtures – Secondary
1835	Overhead Conductors and Devices
1835-3	Overhead Conductors and Devices - Subtransmission Bulk Delivery
1835-4	Overhead Conductors and Devices – Primary
1835-5	Overhead Conductors and Devices – Secondary
1840	Underground Conduit
1840-3	Underground Conduit - Bulk Delivery
1840-4	Underground Conduit – Primary
1840-5	Underground Conduit – Secondary
1845	Underground Conductors and Devices
1845-3	Underground Conductors and Devices - Bulk Delivery
1845-4	Underground Conductors and Devices – Primary
1845-5	Underground Conductors and Devices – Secondary
1850	Line Transformers
1855	Services
1860	Meters

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### **Response**

- (a) For the pole count used for the years 2012 to 2014, see response to Exhibit I, Tab 4, Schedule 4, part c. The pole count used to calculate the Joint Use rates for 2015 to 2019 in Table 16 was based on the pole count at year-end 2012 of 1,730,300. However it has since been determined that the actual pole count should have been 1,535,344. A study into the Miscellaneous Charges directed by the OEB to ensure the charges recover costs is currently underway and will be submitted with the next distribution rate application. The pole count will be addressed as part of this study. Pole count is relevant as it is used in the calculations of various costs as shown in the response to Exhibit I, Tab 1, Schedule 1.
- 12 (b) Hydro One used the pole count as at year end 2012. The average number of poles was not used as pole count does not differ significantly throughout the year.
  - (c) The amounts below are all contained within APH Account 1830. Hydro One's system does not distinguish between Joint Use and Single Use poles.
    - Table 1 below is calculated using submitted pole numbers. Hydro One has extrapolated pole counts for years 2010, 2011, 2013-2015 using the trend of 12,000 per year.

#### Table 1

	Net Embedded & Indirects Costs Per Pole											
	2010 2011 2012 2013 2014 Fore											
Net Book Value	\$1,350,120,554	\$1,440,921,900	\$1,518,308,236	\$1,645,299,161	\$1,760,917,932	\$1,896,542,154						
Quantity	1,706,300	1,718,300	1,730,300	1,742,300	1,754,300	1,766,300						
Average Net Book Value	\$791.26	\$838.57	\$877.48	\$944.33	\$1,003.77	\$1,073.74						
Net Embedded Cost	\$672.57	\$712.79	\$745.86	\$802.68	\$853.21	\$912.68						

- (d) Please see answer to part (c) above.
- (e) The Net Embedded Cost per pole does not include any power-specific assets. As approved in RP-2003-0249, 85% of the Net Book Value was used to determine the Net Embedded Cost. The 15% that is removed from the cost represents the value that is associated with power-specific assets. Refer to calculations in Exhibit I, Tab 1, Schedule 1.
- (f) Yes, Hydro One pole replacements are included in the cost when it is not paid for by an external party.
- 29 (g) Refer to the table found in part c above and Exhibit I, Tab 4, Schedule 5, part b.

(h) This information is reported and forecasted only at the USofA level, Account 1830 "Poles, Towers and Fixtures".

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		·	Gross Assets							
			2014	2015	2016	2017	2018	2019		
(\$ millions)			Y/E	Y/E	Y/E	Y/E	Y/E	Y/E		
1830	Poles, towers and fixtures		2597.8	2757.4	2910.8	3077.8	3256.4	3438.3		
	Depreciation		45.7	45.1	47.7	50.4	53.3	56.4		
	Accumulated Depreciation		847.5	885.6	925.5	967.5	10212.	1059.5		

- (i) Net Embedded Cost is 85% of the Average Net Book Value of Account 1830.
- (j) The replacement costs of poles are included in the net embedded costs per pole. However, no costs are included IF the installation is paid for by someone other than Hydro One.
- (k) Please refer to the response in Exhibit I, Tab 1, Schedule 1.
  - (1) The quantity of poles, acquisition value, and accumulated depreciation were pulled from the APH Account #1830 to determine the Net Embedded Cost. The account takes into account all poles and is not Joint Use specific. Hydro One does not break Account 1830 into subcategories for the purpose of determining miscellaneous service charges.

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### ROGERS COMMUNICATIONS ET AL (The Carriers) INTERROGATORY #5

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### **Interrogatory**

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*Ref:* Exhibit G2-5-1 – 2015 depreciation expense of \$12.68 for per pole.

- (a) Reconcile the Depreciation Expense per pole of \$12.68 with the Depreciation and Amortization evidence filed or adduced in EB-2013-0416, providing specific reference to the passages in the evidence referred to. Identify the year and provide all calculations used to perform the reconciliation.
  - (b) For each of the years 2010-2015, provide Hydro One's Depreciation Expense per pole (actual amount for 2010-2014 and estimates for 2015). Identify the categories, descriptions and values of all asset accounts (both aggregate and sub-accounts) used to determine the Depreciation Expense per pole, as well as the total number of poles used to determine a per pole cost, if applicable.
  - (c) Describe in detail the methodology, including applicable cost inputs, that was used to determine the Depreciation Expense per pole of \$12.68. Describe the manner in which the costs of power-specific or power-only assets were excluded from the calculation. Include all supporting evidence, assumptions and calculations employed.

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#### Response

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(a) \$12.68 is the submitted amount in the Miscellaneous Charges portion of the filing and based on 2012 actuals. Refer Exhibit I, Tab 1, Schedule 1 for calculation.

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(b) The number of poles was determined as in Exhibit I, Tab 4, Schedule 4, part c. The only account used was Account #1830.

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Depreciation Expense per Pole											
	2010	2011	2012	2013	2014	Forecast 2015					
Acquisition Value (AV)	\$2,046,838,986	\$2,171,790,295	\$2,285,926,192	\$2,451,682,512	\$2,601,540,277	\$2,810,044,338					
Depreciation (AV x 85%) x 1.7%	\$29,576,823	\$31,382,370	\$33,031,633	\$35,426,812	\$37,592,257	\$40,605,141					
Quantity	1,706,300	1,718,300	1,730,300	1,742,300	1,754,300	1,766,300					
Depreciation per Pole	\$17.33	\$18.26	\$19.09	\$20.33	\$21.43	\$22.99					

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(c) Please refer to Exhibit I, Tab 1, Schedule 1.

Filed: 2015-09-08 EB-2015-0141 Exhibit I Tab 4 Schedule 6 Page 1 of 3

### ROGERS COMMUNICATIONS ET AL (The Carriers) INTERROGATORY #6

23 *Interrogatory* 

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- 5 (a) Is the expected life of a Joint Use Pole 45 years? If not, provide the expected life of such Joint Use Poles and indicate why it differs from 45 years. Provide any evidence to support such expected life.
- 8 (b) Provide the number of Joint Use Poles that are currently at or near end-of-life.
- 9 (c) Provide the number of Joint Use Poles that remain in use and are fully depreciated.
  10 Indicate whether or not these poles have been included in the count of poles used to
  11 determine the net embedded cost per pole and the depreciation expense per pole.
- (d) Provide the number of Joint Use Poles that have been, or will be replaced, in 2015 pursuant to: (i) a proactive replacement program; (ii) another capital program. Identify the nature of the capital program(s) for these replacements.
  - (e) Complete the table below with respect to Joint Use Poles replaced as part of a proactive replacement program.

Table 5

TUDICO					
	2010	2011	2012	2013	2014
Number of poles replaced					
Percentage of poles replaced					
Percentage of poles replaced that are beyond their expected life					

Filed: 2015-09-08 EB-2015-0141 Exhibit I Tab 4 Schedule 6 Page 2 of 3

(f) Complete the following table.

#### Table 6

	2015	2016	2017	2018	2019
Number of poles to be replaced					
Number of poles to be replaced that are beyond their expected life					

(g) Is it Hydro One's practice to automatically replace all poles that are older than their expected useful life?

### **Response**

<u> Mespons</u>

- (a) The expected service life of a pole on the Hydro One Networks' system is 62 years based on survival analysis. The expected life of a Joint Use pole would also be 62 years and is not calculated differently.
- (b) Currently, there are 19,500 poles with Joint Use attachments that have been assessed to be in poor condition and identified for replacement through the distribution line patrol program.
- (c) There are approximately 85,700 poles with Joint Use attachments that are fully depreciated. These poles are in the count of poles used to determine the net embedded cost per pole and the depreciation expense per pole.
- (d) There have been 2,788 Joint Use poles replaced in 2015 through the Planned Pole Replacement Program. Poles may also be replaced through other work programs such as: capital trouble calls and storm demand response, upgrades driven by load growth, joint use and line relocations, and lines sustainment initiatives. Approximately 13,000 poles are replaced or added to the system through these programs annually, however, the presence of Joint Use is not recorded when these poles are installed.
- (e) Historically, the replacement of poles was not recorded. The collection of this information was started two years. Going forward this information is being captured and will be available.

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# Table 6

	2015	2016	2017	2018	2019
Number of poles to be replaced	11,600	12,200	13,200	14,200	15,200
Number of poles to be replaced that are beyond their expected life	3,100	3,300	3,500	3,800	4,100

(g) No, Hydro One does not automatically replace all poles that are older than their expected useful life.

Filed: 2015-09-08 EB-2015-0141 Exhibit I Tab 4 Schedule 7 Page 1 of 2

### ROGERS COMMUNICATIONS ET AL (The Carriers) INTERROGATORY #7

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#### **Interrogatory**

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**Ref:** Exhibit G2-5-1 - 2015 Capital Carrying Cost of \$63.32 per pole.

- 6 (a) Confirm whether or not the Capital Carrying Cost of \$63.32 per pole is based on a weighted average cost of capital of 8.49%. If not, identify the weighted average cost of capital that was used. Explain in detail why 8.49% or some other weighted average cost of capital has been used.
  - (b) Reconcile the Capital Carrying Cost of \$63.32 per pole with Capital Cost evidence filed or adduced in EB-2013-0416, providing specific reference to the passages in the evidence referred to. Identify the year and provide all calculations used to perform the reconciliation used for the calculation of the Capital Carrying Costs per pole of \$63.32.
    - (c) Identify the cost of capital used to calculate the Capital Carrying Cost and provide an EB-2013-0416 proceeding reference to the calculation of the cost of capital. If the cost of capital used to calculate the proposed Pole Attachment Fee is not equal to the cost of capital used in the EB-2013-0416 proceeding to determine electricity rates, provide an explanation for the difference.

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### **Response**

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(a) In Exhibit G2, Tab 5, Schedule 1, Table 16 submitted in 2013, the Capital Carrying cost of \$63.32 for 2015 was based on a weighted average cost of capital of 8.49%. The table below shows the derivation of the 8.49% value.

Current Weighted Average Cost of Capital (WACC)	2012
Hydro One Target Long-term Debt Ratio	56.00%
Hydro One Target Short-term Debt Ratio	4.00%
Hydro One Target Equity Ratio	40.00%
Hydro One Medium & Long-Term Borrowing Rate	5.60%
Hydro One Short-term Borrowing Rate	2.43%
Hydro One Target Return on Equity	9.66%
Hydro One Target BEFORE TAX Return on Equity	13.14%
Hydro One Proxy Income Tax Rate	26.50%
Hydro One WACC	6.24%
Hydro One BEFORE TAX WACC	8.49%

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(b) Refer to Exhibit I, Tab 1, Schedule 1 for the calculations used to determine the Capital Carrying Cost of \$63.32. This calculation is based on the 2012 actual Cost of Capital as provided in part a).

4 (c) Refer to table in part a). The difference is caused by the use of 2012 actuals as a base for the Joint Use Rates submission.

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### ROGERS COMMUNICATIONS ET AL (The Carriers) INTERROGATORY #8

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#### *Interrogatory*

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**Ref:** Exhibit G2-5-1-2015 Maintenance (L&F) costs of \$82.41 per pole.

- (a) Provide a detailed description of all activities undertaken as part of "Maintenance (L&F) Costs", including the tasks performed, the employee categories involved, the hourly wages, vehicle costs and time required to complete each task.
- 9 (b) Provide a detailed description of the methodology, assumptions and all data inputs (and data sources), including the number of poles, used to generate *Maintenance* (*L&F*) Costs of **\$82.41** per pole.
  - (c) Complete the table below with respect to the *Maintenance (L&F) Costs* for each of the years 2010 to 2015 for each maintenance activity (expanding the table as necessary to include each activity), using actuals for 2010-2014 and estimates for 2015. Provide the sources and supporting data for the values used to populate the table.

Table 7

Table /						
	2010	2011	2012	2013	2014	2015
Activity 1						
Activity 2						
Activity 3						
Activity 4						
Total (L&F) Maintenance Costs						
Number of poles						
Maintenance (L&F) Costs per pole						

- (d) Is **\$82.41** based on historical data or a forecast budget? If it is based on historical data, describe the time period over which the data was collected.
- (e) Indicate whether costs that are attributable to power-only assets were excluded from the calculation of *Maintenance* (*L&F*) *Costs* of **\$82.41**. If yes, explain and demonstrate how these costs were excluded. Indicate whether the costs of maintaining Single Use Poles were excluded from the same calculation. If yes, explain and demonstrate how these costs were so excluded. In both cases, provide the methodology, assumptions and calculations used.

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- (f) Indicate whether tree trimming or vegetation management costs are included in the *Maintenance (L&F) Costs*. If yes, confirm that Wireline Attachers are required to perform their own tree trimming or pay separately for tree trimming or vegetation management in respect of their Wireline Attachments. Provide all amounts paid to Hydro One by third parties for tree trimming or vegetation management for each year from 2010 to 2015.
  - (g) For each year from to 2010 to 2015, provide all amounts paid to Hydro One by third parties for any activities included in *Maintenance* (*L&F*) *Costs* (excluding tree trimming or vegetation management) for each year from 2010 to 2015.

### **Response**

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(a) **Maintenance Lines Costs** includes line patrols, defect corrections pole inspections (e.g. visual inspection and a hammer test), repairs and straightening of poles. All poles are inspected on a 6 year cycle in the rural areas and 3 years in urban centres.

The **Maintenance Forestry Costs** include customer notification, brush control and line clearing. The tasks involved in each are listed below:

Land owner Contact and Job Planning (Notification) - The landowner contact program involves job planning, project layout, property owner notification and negotiation to address issues concerning tree pruning, tree removal, brush cutting, herbicide use, property access, and any other customer/landowner owner issues. This activity prepares property level work packages for line clearing and brush control programs.

Brush Control - The brush control program involves the management of plant communities on the right of way to minimize the presence of tree species that can grow tall enough to contact the overhead lines. It also provides an accessible right of way to allow equipment inspection and maintenance and emergency response.

Line Clearing – The line clearing program involves tree risk assessment, tree removal and tree pruning to provide sufficient clearances to power and telecom conductors and electrical equipment and to mitigate tree risk between scheduled maintenance.

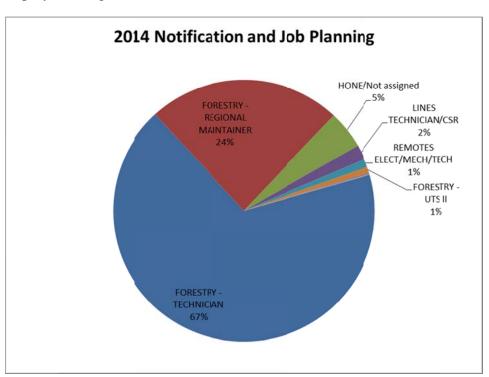
Filed: 2015-09-08 EB-2015-0141 Exhibit I Tab 4 Schedule 8 Page 3 of 5

# 2 Table: Labour and Fleet Costs, Completion Times

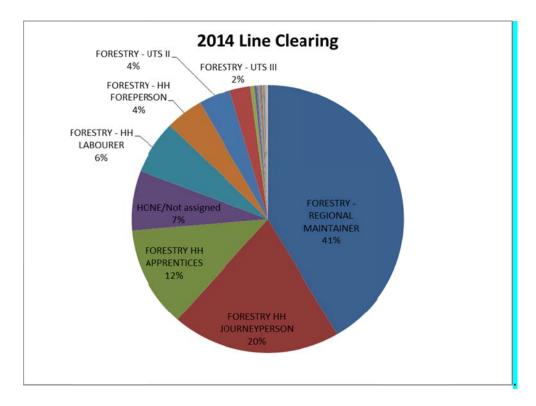
Maintenan	ce Costs - V	egetation	Managem	ent											
		Di	( Notificati	on		Dx Brush Control			Dx Line Clearing						
Year	Hrs	Units	Hrs/Unit	Total M\$	TWE M\$	Hrs	Units	Hrs/Unit	Total M\$	TWE M\$	Hrs	Units	Hrs/Unit	Total M\$	TWE M\$
2010	66,642	12,853	5.2	7.443	0.689	433,232	12,980	33.4	34.829	4.496	734,450	11,432	64.2	78.437	16.263
2011	62,952	11,459	5.5	7.269	0.621	398,283	11,426	34.9	31.162	3.695	730,875	11,097	65.9	80.542	15.837
2012	55,042	10,056	5.5	7.134	0.562	433,436	11,557	37.5	34.667	3.782	761,868	11,195	68.1	87.059	16.184
2013	58,268	10,382	5.6	7.712	0.604	421,827	10,448	40.4	35.553	4.615	747,581	10,378	72.0	82.957	15.541
2014	64,699	9,748	6.6	9.189	0.715	266,903	6,177	43.2	23.868	2.496	783,237	9,474	82.7	97.747	18.863
2015*	49,287	8,000	6.2	7.000	0.544	180,598	5,000	36.1	16.150	1.689	774,731	9,400	82.4	96.685	18.658

<sup>\*</sup> A \$8M dollar cut was levied to Dx vegetation management since July month end and those cuts aren't reflected here. YE \$ forecasts came from July Month end financial report. YE forecasts for Hrs, TWE spend were based on the 2014 prices and YE expected spend

### 4 Figure: Employee Categories



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4 (b) Maintenance L & F – Refer to Exhibit I, Tab 1. Schedule 1.

### 5 (c)

#### Table 7

	2010	2011	2012	2013	2014	2015
Customer Notification	\$7.4M	\$7.3M	\$7.1M	\$7.7M	\$9.2M	\$7.0M
Brush Control	\$34.8M	\$31.2M	\$34.7M	\$35.6M	\$23.9M	\$16.1M
Line Clearing	\$78.4M	\$80.5M	\$87.1M	\$83.0M	\$97.7M	\$96.7M
Defect Correction	\$8.8M	\$9.0M	\$5.0M	\$6.1M	\$3.3M	\$6.2M
Line Patrol	\$12.3M	\$7.5M	\$8.7M	\$10.3 M	\$5.4 M	\$8.4 M
Total (L&F) Maintenance Costs	\$141.9M	\$135.4M	\$142.6M	\$142.6M	\$139.6M	\$134.5M
Number of poles	1,706,300	1,718,300	1,730,300	1,742,300	1,754,300	1,766,300
Maintenance	\$83.16	\$78.80	\$82.41	\$81.85	\$79.58	\$76.15

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	2010	2011	2012	2013	2014	2015
(L&F) Costs per pole						

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- (d) The table above indicates L&F costs based on pole counts and dollars spent (2010 to 2014) per year and forecast for 2015.
- 5 (e) Costs associated with power-only assets were not excluded from the calculation.
- The Costs of maintaining Single Use Poles were not excluded from the same calculation.
- (f) Tree trimming and vegetation management costs around Hydro One-owned poles are included in the Maintenance (L&F) Costs. Any tree trimming or vegetation management performed around a Wireline Attacher-owned pole is the responsibility of the Attacher.
- (g) Hydro One does not perform any type of maintenance on third party assets.

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### ROGERS COMMUNICATIONS ET AL (The Carriers) INTERROGATORY #9

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#### *Interrogatory*

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**Ref:** Exhibit G2-5-1 – 2015 "Admin" costs of \$0.85 per pole.

- 6 (a) Provide a detailed description of all activities undertaken as part of "Administration Costs", including the tasks performed, the employee categories involved, the hourly wages, vehicle costs and time required to complete each task.
- (b) Provide the calculation used to determine the *Administration Costs* of **\$0.85** per pole.

  Confirm that the *Administration Costs* of **\$0.85** per pole was determined by dividing the total *Administration Costs* per pole by the average number of Wireline Attachers.

  For example, if one were to use an average of 2.5 Wireline Attachers, then the total *Administration Costs* per pole would be \$2.13, which would yield *Administration Costs* of **\$0.85** to be paid by each of the 2.5 Wireline Attachers. If this is not the case, please explain why.
  - (c) Indicate whether or not the *Administration Costs* stated are in respect of only Joint Use Poles with one or more Wireline Attachments.
  - (d) Complete the table below with respect to the *Administration Costs* for each of the years 2010 to 2015 for each administration activity (expanding the table as necessary to include each activity), using actuals for 2010-2014 and estimates for 2015. Provide the sources and supporting data for the values used to populate the table.

Table 8

	2010	2011	2012	2013	2014	2015
Activity 1						
Activity 2						
Activity 3						
Total Admin Costs						
# of poles used in calculation						
Admin Costs per pole						

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### **Response**

- (a) A description of activities is provided in Exhibit I, Tab 1, Schedule 1. Hydro One has not performed an analysis on "Administration Costs" to determine individual employee activities and related costs. To be consistent with the OEB Decision in RP-2003-0249, Hydro One used \$0.69 as its base rate and added 3% inflation per year from 2005 to 2012. The 2012 rate was then used as a base for our calculations.
- 8 (b) Please refer to Exhibit I, Tab 1, Schedule 1 for the calculation.
- 9 (c) Please refer to Exhibit I, Tab 1, Schedule 1. Hydro One adopted the OEB Decision in RP-2003-0249 and has used 2.5 attachments in our calculation.
- (d) Please refer to Exhibit I, Tab 1, Schedule 1. As the Administration Costs were not calculated based on individual tasks and associated costs, this table cannot be filled out.

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### ROGERS COMMUNICATIONS ET AL (The Carriers) INTERROGATORY #10

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#### *Interrogatory*

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**Ref:** Exhibit G2-5-1 – 2015 Loss of Productivity costs of \$1.51 per pole.

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- (a) Please describe in detail the activities that are included in the *Loss of Productivity Costs*, including:
  - (i) the tasks performed;
  - (ii) how the tasks performed are directly related to the presence of Wireline Attachments on the Joint Use Poles;
  - (iii)the number of incidents reported requiring such task to be performed;
  - (iv)the time spent performing such tasks; and
    - (v) the types and categories of employees involved and the associated hourly wages.
- 15 (b) Describe in detail the methodology, data sources and data inputs used to determine 16 the *Loss of Productivity Costs*, including but not limited to the number of hours of 17 labour (and corresponding rates) identified for these activities.
  - (c) Provide the calculation used to determine the *Loss of Productivity Costs* of \$1.51 per pole. Confirm that the *Loss of Productivity Costs* of \$1.51 per pole was determined by dividing the total *Loss of Productivity Costs* per pole by the average number of Wireline Attachers. For example, if one were to assume an average of 2.5 Wireline Attachers per pole, then the total *Loss of Productivity Costs* per pole would be \$3.83, which would yield *Loss of Productivity Costs* of \$1.51 to be paid by each of the 2.5 Wireline Attachers. If this is not the case, please explain why.
  - (d) Complete the table below with respect to the *Loss of Productivity Costs* for each of the years 2010 to 2015 for each activity (expanding the table as necessary to include each activity), using actuals for 2010-2014 and estimates for 2015. Provide the sources and supporting data for the values used to populate the table.

Ta	h	۵۱	a

Loss of Productivity Costs	2010	2011	2012	2013	2014	2015
Activity 1						
Activity 2						
Activity 3						
Activity 4						
Activity 5						
# of poles affected						
Total Costs per pole						

Filed: 2015-09-08 EB-2015-0141 Exhibit I Tab 4 Schedule 10 Page 2 of 2

### **Response**

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- (a) Hydro One has not performed an analysis of the individual tasks and associated costs regarding Loss of Productivity. Hydro One adopted the loss of productivity cost from the OEB Decision and Order RP-2003-0249 (March 2005) and escalated it by 3% per year (2005-2012) to determine the rate increase proposed in its custom rate application filed in 2013.
- 8 (b) Please refer to Exhibit I, Tab 4, Schedule 10, part a, and Exhibit I, Tab 1, Schedule 1 for the calculation.
- (c) Please refer to Exhibit I, Tab 1, Schedule 1 for calculation used.
- (d) Please refer to Exhibit I, Tab 4, Schedule 10, part a, for response.

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### ROGERS COMMUNICATIONS ET AL (The Carriers) INTERROGATORY #11

#### **Interrogatory**

- (a) Do the costs for pole replacement and the number of Joint Use Poles replaced include Joint Use Poles for which Hydro One received payment to replace (*e.g.*, customerrequested replacements or relocations, make ready work to accommodate Wireline Attachers)? If so, provide the amount of revenues received and the corresponding number of Joint Use Poles replaced for each of the years indicated in the table above.
- 10 (b) Provide a detailed description of the differences in crew, equipment, time and number of visits required to complete pole replacements of Single Use Poles or poles without Wireline Attachments as compared to Joint Use Poles with Wireline Attachments.
  - (c) Confirm that it is Hydro One's practice to replace a group of Joint Use Poles within a given area (*e.g.*, on the same street or within the same neighbourhood) at the same time rather than replacing each Joint Use Pole in that area individually at separate times.

### **Response**

- (a) No. Hydro One does not charge customers for poles replaced or identified under the pole replacement program and Hydro One does not include the costs for replacing any pole that is covered by another party in its total pole replacement costs.
- (b) For all Hydro One-owned poles without Wireline Attachers, Hydro One only makes one trip to install a new pole and remove the old pole. For all Hydro One poles that have Wireline Attachments, Hydro One is required to make a second trip to the job site to remove the old pole once the Wireline Attachers have transferred. Also it takes extra time to cut and lower the top of the pole, set the pole around Wireline Attachments, and to climb around the Wireline Attachments.
- (c) When it is practical to do so, it is Hydro One's practice to bundle the work. If there is a number of poles to be replaced in a given geographic area, Hydro One attempts to complete the work in the fewest number of trips possible to limit mobilization and demobilization costs.

Filed: 2015-09-08 EB-2015-0141 Exhibit I Tab 4 Schedule 12 Page 1 of 2

### ROGERS COMMUNICATIONS ET AL (The Carriers) INTERROGATORY #12

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#### **Interrogatory**

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- (a) Provide a detailed description of the process, including all steps involved, for a Wireline Attacher to receive approval to install:
- (i) its first Wireline Attachment on a Joint Use Pole; and
- (ii) each subsequent Wireline Attachment.
- 9 (b) Further to response (a), provide copies of all forms, permit applications or similar documents that Hydro One requires Wireline Attachers to complete.
- 11 (c) Does Hydro One charge a Wireline Attacher a separate fee to review and process applications, and issue permits, to install a Wireline Attachment on a Joint Use Pole?
- (d) If the answer to (c) is "yes", (i) what is the current value of that fee for each permit application and (ii) provide the total annual revenues received in respect of such permit fees for each of the years 2010 through 2014, and estimated for 2015.

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#### Response

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- (i) Hydro One receives a request via a permit application based on Ontario Regulation 22/04 from a wireline attacher and the following process is followed;
  - -1 Hydro One reviews the application for completeness
  - -2- Any missing or incomplete fields are communicated back to the wireline attacher and appropriate corrections are made and the application is resubmitted.
  - -3- The Hydro One Area Distribution Technician "ADET" is scheduled to review this application and complete a Class 'C' estimate for any potential makeready work, as well as, their labour hours to complete a final detailed design.
  - -4- The Class 'C' estimate is sent to the wireline attacher for review and acceptance of costs.
  - -5- Once the wireline attacher approves the Class 'C' estimate to design, Hydro One then proceeds to a Class 'A', detailed Field Design, based on the wireline attacher's application.
  - -6- The ADET completes the detailed design and costs for make-ready.
- -7- The detailed design and cost is sent to the wireline attacher for approval.
- -8- The wireline attacher approves the make-ready costs.

Filed: 2015-09-08 EB-2015-0141 Exhibit I Tab 4 Schedule 12 Page 2 of 2

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- -9- Hydro One completes construction of make ready work.
  - -10- when Hydro One make-ready is complete, the ADET will then approve and issue the permit to the wireline attacher. Once the wireline attacher receives the approved permit, they are now able to attach, their attachments, based on the application/permit.
- 6 -11- wireline attacher is invoiced.
  - -12- Hydro One is notified by the wireline attacher when attachments are complete.
  - -13- Hydro One construction crews return to remove pole butts.
    - -14- Hydro One's ADET, field verifies to determine that the new wireline attachments, were constructed as per the design, and signs off for compliance of Ontario Regulation 22/04, for 3<sup>rd</sup> party attachments.
    - -15-Deficiencies are communicated to wireline attacher to have corrected, and Hydro One follows up until completed.
    - (ii) The process is the same as indicated above.
- (b) Please see Attachment 1 for our Request for Line Change form and Attachment 2 for our Permit Application form.
- (c) A separate fee is not charged.
- 19 (d) Not applicable.

Filed: 2015-09-08 EB-2015-0141 Exhibit I-4-12 Attachment 1

(Insert JU. Company Name Here) Request for Line Change hydrone							Page I of I hydrone		
	Cab	ole/Fibre/	'Independe	ent Telep	hone/LDC:	s/Generator	'S	Request for Line Change	
Is this the initial request on this job?				Consulta	tion Only?				
Request for	Cost Estimate Only?	☐ Yes	☐ No			Proceed v	vith Work?	Yes No	
From:	Company:				Date:		Request number:		
	Address:								
	Address:					Employee #:		Requested Service Date:	
	Attention:								
	E-mail:					Exchange (if	appl.):	H1 Service Centre:	
	Telephone:		Fax #:						
To:	Company:					Network #( if	appl.):	H1 work order #:	
	Address:								
	Address:					Company JU	Company JU permit # H1 JU permit #:		
	Attention:								
	E-mail:					Pole Ownership:   H1 Independent LDC Other			
	Telephone: Fax: Prime Exchange:				hange:	H1 Independen: To Be Determined			
	Service Request	Transfe	ers 🗆	Remove	Pole(s)	Provide I	lole(s)	□ Set Pole(s) □	
	Safety Affecting	Connect E	Bonds*	# of bo	nds =	Provide	detailed	location info.	
	* This is DEMAND work req	uired for e	electrical sat	fety protec	tion. Must b	e completed	within 20-	-business days.	
	Other   Please specif	y.							
Customer/Job	Customer/Job Name:					Pole & Route #:			
Details	911/Civic Address:		<u> </u>			Closest Trans. #:			
	Lot:		Conc.:			Township:			
	Description of work/job:								
Joint Field Visit?	Do you require a joint field	visit (JFV)	with our	□ NO	If YES, state	e preferred da	te(s) for		
voint i ioid i ioii	representative?		☐ 1E3	□ 140		JFV?			
Directions or									
Notes									
			-				I		
	Hydro Responsibilities:	Estimated c	completion dat	te:	JU Partner Re	sponsibilities:	Estimated	completion date:	
	Rock Mounts				Rock Mount	ts			
	Port-a-Holes				Port-a-Holes				
Notes for Construction	Install Pole(s) including backfill				-=	s) including backfill			
00//04/2000	Perform JU PartnerTransfers  Remove/Pacycle JU Partner Pole(s)	<del> </del>				Partner Transfers  cycle H1 Pole(s)			
	Remove/Recycle JU Partner Pole(s)  Top Pole(s) for JU Partnerl	<del> </del>				(s) to H1 yard			
	Connect Bonds					(s) to job site			
	Can you meet "Requested	Service				*	earliest p	ossible service date:	
Service Date	Date" above?	Service	Yes	☐ No	11 140 0.0	Todoon and	annoo. p	USSINIC SCI FICE GALE.	
	Work as requested above has be	en complete	ed as of:		Return Fina	l Completion	Notice to	:	
, ,	Date:				Company:				
Final Completion Notice	Company:				Address:				
140000	Contact:				Attention: E-mail:				
	Comments:				Telephone:		Fax:		

Filed: 2015-09-08 FB-2015-0141

## Exhibit I-4-12 APPLICATION FOR LICENSED OCCUPANCY OF POLES Attachment 2 Page 1 of 1 Please complete all boxes above the dotted line Permission is Requested By (Company Name): Licensee's Project/Permit/Reference #: Supercedes Permit No. or "New" Title Number of Poles (To Receive Attachments): Authorized Representative: Phone Number: E-Mail Address: Date: Standard Designs Used: Attacher Developed Owned by Licensee YES If Support Strand is owned by Please complete "Permission to Support Owned by Other □ NO Other, Do you have Overlash" form located on next Strand: permission to attach? tab. If other identify owner here: Attachment Information - Provide detailed information on all attachments (strand and messenger) including quantity, size (diameter in mm), line tension (kN), and type (fiber, copper, etc.) Location Information: Lot Numbers or Address Conc., Street or Road Name(s): Township, Village or Town of: County / Municipality of: Detailed Design Information: Show occasional Hydro One Transformers and civic/street addresses along defined route. **Key Map/Permit Sketch Work Instructions** Certificate of Approval (If not included in the Work **Standard Designs** Instructions) For Hydro One Internal Use Only Approved by Hydro One Authorized Representative: (SDET/ADET) Number of full rental poles: Operations Centre: New Permit Number #: Date Approved: Construction Verification Site Visit (check one): Yes ☐ No Performed By: (please print name) Date:

Filed: 2015-09-08 EB-2015-0141 Exhibit I Tab 4 Schedule 13 Page 1 of 1

### ROGERS COMMUNICATIONS ET AL (The Carriers) INTERROGATORY #13

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### **Interrogatory**

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- (a) Are Wireless Attachers required to obtain a permit to install their Wireless Attachments on Joint Use Poles? Does Hydro One charge a separate fee to review and process applications, and issue permits for Wireless Attachments?
- (b) Are Other Attachers required to obtain a permit to install their Wireless Attachments on Joint Use Poles? Does Hydro One charge a separate fee to review and process applications, and issue permits for Other Attachments?

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### Response

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- (a) Hydro One has no Wireless Telecom attachments on Hydro One-owned poles.
- (b) Hydro One has no Wireless Telecom attachments on Hydro One-owned poles.

Filed: 2015-09-08 EB-2015-0141 Exhibit I Tab 4 Schedule 14 Page 1 of 1

### ROGERS COMMUNICATIONS ET AL (The Carriers) INTERROGATORY #14

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#### **Interrogatory**

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- (a) Confirm that a request from a Wireline Attacher to install Wireline Attachments on a Joint Use Pole is subject to that Joint Use Pole having sufficient space or structural integrity (*i.e.*, spare capacity). Is the determination of whether there is spare capacity on a Joint Use Pole made solely by Hydro One? If not, please identify any other party that may participate in the determination of whether there is spare capacity on a Joint Use Pole.
- 11 (b) If no spare capacity is available for the Wireline Attachment, confirm that there is a
  12 process by which Hydro One will modify or replace the Joint Use Pole to
  13 accommodate the Wireline Attachment, subject to the Wireline Attacher paying for
  14 the costs associated with such work ("Make-ready Work"). Confirm whether any
  15 portion of the payments Hydro One receives from Wireline Attachers for Make-ready
  16 Work is included in the Average Embedded Cost and Net Embedded Cost of a Joint
  17 Use Pole used for the proposed Pole Attachment Fee.
- (c) Further to (b), provide the total annual payments received from Wireline Attachers for Make-ready Work for each of the years 2010 through 2014, and estimated for 2015.

#### Response

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- (a) The ability to attach is subject to capacity and must be designed to an engineering standard as per Ontario Regulation 22/04 made under the *Electricity Act*, 1998. Spare capacity on a joint use pole is not calculated solely by Hydro One. Spare capacity can be calculated either by the permit applicant's engineer or Hydro One, using applicable Hydro One standards, information about Hydro One's pole(s), and information about the permit applicant's attachments.
- (b) Yes, there is a process to modify or replace the Joint Use pole to accommodate the Wireline Attachment, subject to the Wireline Attacher paying for the Make-ready Work. As indicated in Exhibit I, Tab 4, Schedule 4, part j, Make-ready Work is not included in the Average Embedded Cost and Net Embedded Cost of a Joint Use Pole used for the proposed Pole Attachment Fee.
  - (c) The table below is for jobs over \$75,000 only. Hydro One tracks revenue from smaller jobs as part of revenue from all external requests.

Year	2010	2011	2012	2013	2014	2015 Estimate
Total	\$1,555,704	\$2,722,068	\$3,578,134	\$6,474,986	\$2,345,699	\$2,025,000

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### ROGERS COMMUNICATIONS ET AL (The Carriers) INTERROGATORY #15

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#### **Interrogatory**

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Ref: Exhibit G2-5-1

- Explain whether Hydro One relied on financial information derived in accordance with the Board's APH to calculate the proposed 2015 Pole Attachment Fee of \$37.05. If a different source of financial information was used, identify the source and explain why the APH was not used.
- 10 b) Identify the source of the financial information from the EB-2013-0416 11 proceeding used to determine Net Embedded Cost, Depreciation, Maintenance 12 (L&F), Allocated Capital Cost, Loss of Productivity and Administration.
- Hydro One states that the proposed Pole Attachment Fee was determined by using
  "the OEB approved methodology for 2015 and increasing the rate by 1% for each
  year 2016 to 2019". Confirm that 2015 financial information was used to
  calculate the proposed 2015 pole attachment costs. If 2015 financial information
  was not used to calculate the pole attachment costs in Table 16:
  - (i) identify the year that was used; and
  - (ii) provide answers to the questions in (a) and (b) for the year used to calculate the pole attachment costs in Table 16.

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### **Response**

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- a) Hydro One used the financial information derived in accordance with the Board's APH in order to calculate the proposed 2015 Pole Attachment Fee of \$37.05, using data from 2012. Refer to Exhibit I, Tab 1, Schedule 1 for calculations.
- b) Please refer to response (a) in Exhibit I, Tab 4, Schedules 9 and 10 for the sources of Administration and Loss of Productivity figures, respectively and Exhibit I, Tab 1, Schedule 1 for the information underlying Net Embedded Cost, Depreciation, Maintenance (L&F), Allocated Capital Cost calculations.
- c) 2015 financial information was not used to calculate the proposed 2015 pole attachment costs. That information was not available at the time Hydro One filed its custom application in 2013.
  - (i) 2012 financial information was used.
- ss (ii) Not applicable.