

EB-2016-0091

London Hydro Inc.

Application for electricity distribution rates and other charges beginning May 1, 2017

PROCEDURAL ORDER NO. 1 November 25, 2016

London Hydro Inc. (London Hydro) filed a cost of service application with the Ontario Energy Board (OEB) on August 26, 2016 under section 78 of the *Ontario Energy Board Act*, 1998, S.O. 1998, c. 15, (Schedule B), seeking approval for changes to the rates that London Hydro charges for electricity distribution, to be effective May 1, 2017.

A Notice of Hearing was issued on October 17, 2016. Each of the School Energy Coalition (SEC), the Vulnerable Energy Consumers Coalition (VECC), the London Property Management Association (LPMA) and the Consumers Council of Canada (CCC) applied for intervenor status and cost eligibility.

No objection was received from London Hydro.

SEC, VECC, LPMA and CCC are approved as intervenors. The list of parties in this proceeding is attached as Schedule A to this Procedural Order. SEC, VECC, LPMA and CCC are eligible to apply for an award of costs under the OEB's *Practice Direction on Cost Awards*.

Cost eligible intervenors should be aware that the OEB will not generally allow the recovery of costs for the attendance of more than one representative of any party, unless a compelling reason is provided when cost claims are filed.

Being eligible to apply for recovery of costs is not a guarantee of recovery of any costs claimed. Cost awards are made by way of OEB order at the end of a hearing.

Issues List

It is the OEB's expectation that parties will be best positioned to identify issues relevant to London Hydro's application after the applicant has responded to interrogatories. London Hydro, OEB staff and the intervenors shall develop and OEB staff shall file a proposed issues list for the OEB's consideration. The OEB will approve an issues list prior to the settlement conference.

Interrogatories

At this time, provision will be made for written interrogatories. The OEB will review the single test year application both in the context of the projects and programs that are requested for the test year and from the perspective of the distributor's plans for the subsequent four years until the next scheduled rebasing application.

Parties should examine the value presented by the proposed investments as opposed to focussing only on the costs. Parties should also assess the fit between the applicant's plans and its stated objectives, and consider how the plans contribute to positive outcomes for customers, in particular those outcomes that arise from the asset management decisions reflected in the applicant's distribution system plan. The OEB will consider the entire five year distribution system plan to assess the planning and pacing proposals of the applicant and whether the test year requests are appropriately aligned with the distribution system plan. The OEB will also consider productivity and benchmarking results in assessing cost forecasts, bill impacts and distributor performance.

Parties should not engage in detailed exploration of items that do not appear to be material. Parties should use the materiality thresholds documented in Chapter 2 of the Filing Requirements as a guide. In making its decision on cost awards, the OEB will consider whether intervenors made reasonable efforts to ensure that their participation in the hearing was focused on material issues.

Parties should consult sections 26 and 27 of the OEB's Rules of Practice and Procedure regarding required naming and numbering conventions and other matters related to interrogatories.

Presentation Day

Following the settlement conference, provision will be made for the presentation of any settlement proposal filed by London Hydro, whether full or partial, and for the

presentation of any unsettled issues to be adjudicated by the OEB. London Hydro's presentation is intended to summarize and provide any salient information for the OEB's consideration in reviewing the settlement proposal. With respect to any unsettled issues, the presentation should focus on how the issues relate to the business conditions London Hydro anticipates over the next 5 years, the planning it has undertaken to address system needs and customer preferences, and its proposal regarding how the costs of distributing electricity ought to be recovered from customers through the rates they pay, taking into consideration the OEB's policies. The purpose of the presentation is not to provide an opportunity for cross-examination by the parties, but rather for London Hydro to present any settlement and any remaining issues in the case.

It is necessary to make provision for the following matters related to this proceeding. Further procedural orders may be issued by the OEB.

IT IS THEREFORE ORDERED THAT:

- 1. OEB staff shall request any relevant information and documentation from London Hydro that is in addition to the evidence already filed, by written interrogatories filed with the OEB and served on all parties by December 9, 2016.
- 2. Intervenors shall request any relevant information and documentation from London Hydro that is in addition to the evidence already filed, by written interrogatories filed with the OEB and served on all parties by December 13, 2016.
- London Hydro shall file with the OEB complete written responses to all interrogatories and serve them on all intervenors and OEB staff by January 17, 2017.
- 4. OEB staff shall file a proposed issues list, or, alternatively, shall advise the OEB in writing that the parties and OEB staff have been unable to reach an agreement on a draft issues list by January 19, 2017.
- 5. A Settlement Conference among the parties and OEB staff will be convened on January 25, 2017 starting at 9:30 a.m., at 2300 Yonge Street, 25th floor, Toronto. If necessary, the Settlement Conference will continue on January 26 and 27, 2017.

- 6. Any settlement proposal arising from the Settlement Conference shall be filed with the OEB on or before February 8, 2017. In addition to outlining the terms of any settlement, the settlement proposal should contain a list of any unsettled issues, indicating with reasons whether the parties believe those issues should be dealt with by way of oral or written hearing.
- 7. Any submission from OEB staff on a settlement proposal shall be filed with the OEB and served on all parties within 7 days from when a settlement proposal is filed.
- 8. If there is no settlement proposal arising from the Settlement Conference, London Hydro shall file a statement to that effect with the OEB by February 6, 2017. In that event, parties shall file and serve on the other parties by February 20, 2017 any submissions on which issues shall be heard in writing, and for which issues the OEB should hold an oral hearing.
- 9. London Hydro will present to the OEB any settlement proposal and a summary of any unsettled issues in the case on February 16, 2017, beginning at 9:30 am at 2300 Yonge Street, 25th floor, Toronto.
- 10. If required, an oral hearing will be convened on February 27, 2017 at 9:30 am at 2300 Yonge Street, 25th floor, Toronto.

All filings to the OEB must quote the file number, EB-2016-0091, be made in searchable / unrestricted PDF format electronically through the OEB's web portal at https://www.pes.ontarioenergyboard.ca/eservice/. Two paper copies must also be filed at the OEB's address provided below. Filings must clearly state the sender's name, postal address and telephone number, fax number and e-mail address. Parties must use the document naming conventions and document submission standards outlined in the RESS Document Guideline found at

http://www.ontarioenergyboard.ca/OEB/Industry. If the web portal is not available parties may email their documents to the address below. Those who do not have internet access are required to submit all filings on a CD in PDF format, along with two paper copies. Those who do not have computer access are required to file 7 paper copies.

All communications should be directed to the attention of the Registrar at the address below, and be received no later than 4:45 p.m. on the required date.

With respect to distribution lists for all electronic correspondence and materials related to this proceeding, parties must include the Case Manager, Harold Thiessen at harold.thiessen@ontarioenergyboard.ca and OEB Counsel, Ljuba Djurdjevic at ljuba.djurdjevic@ontarioenergyboard.ca.

<u>ADDRESS</u>

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

E-mail: registrar@ontarioenergyboard.ca

Tel: 1-888-632-6273 (Toll free)

Fax: 416-440-7656

DATED at Toronto, **November 25, 2016**

ONTARIO ENERGY BOARD

By delegation, before: Kristi Sebalj

Original signed by

Kristi Sebalj Registrar Office of the Registrar

Schedule A

Applicant and List of Intervenors

Procedural Order No. 1

London Hydro Inc.

EB-2016-0091

Dated: November 25, 2016

London Hydro Inc. EB-2016-0091

APPLICANT & LIST OF INTERVENORS

November 25, 2016

APPLICANT Rep. and Address for Service

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INTERVENORS

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November 25, 2016

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APPLICANT & LIST OF INTERVENORS

November 25, 2016

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