

Zulma DeBonis

From: Zulma DeBonis
Sent: Friday, October 13, 2017 2:50 PM
To: Zulma DeBonis
Subject: FW: GA Analysis Workform Midland PUC
Attachments: 2016_GA_Analysis_Workform_Midland PUC_20171010.xlsx

From: Christine Bell [<mailto:cbell@midlandpuc.on.ca>]
Sent: Tuesday, October 10, 2017 4:37 PM
To: Kelli Benincasa <Kelli.Benincasa@oeb.ca>
Subject: RE: GA Analysis Workform Midland PUC

Good Morning Kelli,

Please see my response to your questions below in red.

Regards,

Christine Bell

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From: Kelli Benincasa [<mailto:Kelli.Benincasa@oeb.ca>]
Sent: 3-Oct-17 10:11 AM
To: Christine Bell
Subject: GA Analysis Workform Midland PUC

Good Morning Christine

Just a few follow up questions on the GA Analysis workform.

Midland PUC Questions

- 1) In booking expense journal entries for Charge Type 1142 (formerly 142), and Charge Type 148 from the IESO invoice, please confirm which of the following approach is used:
 - a) Charge Type 1142 is booked into Account 1588. Charge Type 148 is pro-rated based on RPP/non-RPP consumption and then booked into Account 1588 and 1589, respectively **Midland PUC confirms this approach is used.**
 - b) Charge Type 148 is booked into Account 1589. The portion of Charge Type 1142 equalling RPP-HOEP for RPP consumption is booked into Account 1588. The portion of Charge Type 1142 equalling GA RPP is credited into Account 1589.
 - c) Another approach. Please explain this approach in detail.

- 2) With regards to the Dec. 31, 2016 balance in Account 1589, Midland PUC indicated that unbilled revenues is based on actuals and the RPP settlement true up is recorded in the current fiscal year.
 - a) Please indicate whether GA non-RPP expenses (charge type 148) is based on estimates or actuals with respect to the quantum dollar amount and the RPP/non-RPP pro-ration percentages. **The GA non-RPP expense is based on actuals.**
 - b) If the dollar amount or pro-ration of RPP/non-RPP percentages are on estimates, please quantify the true up to actuals on Account 1589 and include this as a reconciling item in the GA Analysis Workform.

- 3) For reconciling 3a and 3b, these long term load transfers were accounted for in the general ledger. Please explain the relationship of the long term load transfers and how the amounts are accounted for. **The 2015 long term load transfers were booked in the financial statements in 2016, therefore, the GA amounts associated with these load transfers need to be removed from the 2016 GA Analysis Workform balance. Midland PUC billed Hydro One customers \$14,421.83 for GA charges relating to consumption in 2015. Midland PUC paid this amount back to Hydro One in 2016 and therefore adjusted the GA Analysis Workform with a credit, as the charges are related to the 2015 fiscal year. Hydro One billed Midland PUC customers \$5,617.13 for GA charges relating to consumption in 2015. Hydro One paid this amount to Midland PUC in 2016 and therefore the GA Analysis Workform has been adjusted with a debit. The two adjustments CR \$14,421.81 and DR \$5,617.13 are included in cell D70 of the GA Analysis Workform.**

The 2016 long-term load transfers were booked in the financial statements in 2017, therefore, the GA amounts need to be added to the 2016 GA Analysis Workform balance. Midland PUC billed Hydro One customers \$17,202.01 for GA charges relating to consumption in 2016. Midland PUC paid this amount back to Hydro One in 2017 and therefore adjusted the GA Analysis Workform with a debit as the charges are related to the 2016 fiscal year. Hydro One billed Midland PUC customers \$7,701.28 for GA charges relating to consumption in 2016. Hydro One paid this amount to Midland PUC in 2017 and therefore the GA Analysis Workform has been adjusted with a credit. The two adjustments DR \$17,202.01 and CR \$7,701.28 are included in cell D71 of the GA Analysis Workform.

I have attached a revised copy of the GA Analysis Workform as cell D71 was entered as a credit balance in error. This amount should have been a debit balance of \$9,500.73. The resulting

adjustment increased the unresolved differences to 0.3% from 0.2%. The unresolved difference is still within the +/-1% range of total annual IESO GA Charges.

Thanks Kelli

Kelli Benincasa

Rates Analyst

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Please note my email address has changed to Kelli.Benincasa@oeb.ca Please update your address book accordingly.

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