

Ontario Energy Board EB-2007-0031 Session #3

January 16, 2008



Research Associates

Remaining Issues (Slide from Session #2)

- Charging for losses
- Interruptible sub-classes
- Generator charging methodology (DG)
 - Is a Working Group required
- Rate harmonization



Stakeholder Discussions: Distribution System Losses

- 1. Loss factor varies with demand?
 - I.e., higher loss factor in high demand periods
- 2. Loss factor varies with location?
 - I.e., distance based loss factor
- 3. Loss factor varies with class?
 - I.e., higher loss factor for class with lower connection voltage
- 4. Other loss factor determinants?



Stakeholder Discussions: Potential for Sub-Classes

- 1. Interruptible sub-class
 - Large volume
 - Small volume
 - > Optional or mandatory?
- 2. Service standard sub-class
 - Large volume
 - Small volume
 - Optional or mandatory?
- 3. Other

Stakeholder Discussions: Distributed Generation

- 6
- 1. Load Displacement Generation (LDG) and Standby Rates
 - When should Standby Rates apply?
 - Does LDG differ from any other low load factor load? How?
 - Will there be a diversity benefit if there are multiple LDG customers?
 - Should an interruptible option be required?
 - Should private arrangements for offsetting interruption be permitted?

Stakeholder Discussions: Rate Harmonization

- 1. Should the issue be left to the individual LDC?
- 2. If harmonization is Board-mandated should here be constraints on rate impact on customers?
- 3. Should rebasing be done only at the time of a rebasing application?
- 4. Can harmonization be phased in over an IR period?

Modeling Next Steps



- Runs with proposed new rate classes
 - Any stakeholder requests for scenarios to run?