

EB-2007-0096

NOTICE OF APPLICATION AND WRITTEN HEARING FOR THE RECOVERY OF LOST REVENUE AND SHARED SAVINGS AMOUNTS RELATED TO CONSERVATION AND DEMAND MANAGEMENT PROGRAMS

Toronto Hydro-Electric System Limited ("Toronto Hydro") has filed an application with the Ontario Energy Board (the "Board"), received on March 26, 2007, under section 78 of the *Ontario Energy Board Act*, 1998, S.O. 1998, c.15 (Schedule B).

Toronto Hydro filed an electricity distribution rate application which included proposals for an adjustment under the Incentive Rate Mechanism ("IRM"), adjustments related to smart meter activities, and recovery of amounts through the Lost Revenue Adjustment Mechanism ("LRAM") and the Shared Savings Mechanism ("SSM") related to Conservation and Demand Management ("CDM" activities. The Board has assigned this aspect of the application File No. EB-2007-0096.

The Board has already considered the IRM aspect and the resulting rates will be in effect on May 1, 2007. The Board has previously determined that it will consider the adjustments related to smart meter activities in a separate proceeding.

The LRAM amount is \$3,111,432, and the SSM pre-tax amount applied for is \$7,290,767. The total recovery request is therefore \$10,402,199. Toronto Hydro proposes that the LRAM and SSM amounts be recovered through rates for the 2007 rate year.

If approved, a typical residential customer consuming 1,000 kWh per month would experience an approximate increase of 1.0% in the electricity bill. A small general service customer consuming 10,000 kWh per month and having a monthly demand of 50 kW or lower would experience an approximate increase of 0.35%.

How to Participate in the Rate Proceeding

The Board intends to proceed with Toronto Hydro's application by way of written hearing unless a party satisfies the Board that there is good reason for holding an oral

hearing. If you object to a written hearing in this matter, you must provide written reasons why an oral hearing is necessary.

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

- 1. You may send the Board a letter of comment. Your letter should include any request to make an oral presentation to the Board, and must be received by the Board no later than **30 days** from the publication date of this notice.
- 2. You may request observer status in order to receive documents issued by the Board in the proceeding. Your request must be made by letter received by the Board no later than **10 days** from the publication date of this notice.
- 3. You may request intervenor status if you wish to actively participate in the proceeding. Your request must be made by letter of intervention received by the Board no later than 10 days from the publication date of this notice, or, if you have been served this Notice directly, no later than 10 days from the date of service. Your letter of intervention must include a description of how you are, or may be, affected by the proceeding; and if you represent a group, a description of the group and its membership. The Board may choose to hold either a written or an oral hearing. The Board will not hold a written hearing if a party satisfies the Board that there is good reason for holding an oral hearing. Your letter of intervention should indicate your preference for a written or oral hearing, and the reasons for that preference. The Board may order costs in this proceeding. You must indicate in your letter of intervention whether you expect to seek costs from the applicant and the grounds for your eligibility for costs. You must provide a copy of your letter of intervention to the applicant.

How to Make Filings to the Board

All filings to the Board must quote File No. EB-2007-0096, and clearly state the sender's name, postal address and telephone number and, when available a fax number and email address. All communications should be directed to the attention of the Board Secretary at the address below, and be received no later than 4:45 p.m. on the required date.

Need More Information?

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

IMPORTANT

RATE PROCEEDING: IF YOU DO NOT FILE AN OBJECTION TO A WRITTEN PROCEEDING OR DO NOT PARTICIPATE IN THE PROCEEDING BY FILING A SUBMISSION IN ACCORDANCE WITH THIS NOTICE, THE BOARD MAY PROCEED WITH THE RATE PROCEEDING WITHOUT YOUR PARTICIPATION AND YOU WILL NOT BE ENTITLED TO FURTHER NOTICE IN THIS PROCEEDING.

ADDRESSES

The Board:

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

Attention: Board Secretary

E-mail: Boardsec@oeb.gov.on.ca

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

Fax: 416-440-7656

DATED at Toronto, April 17, 2007

ONTARIO ENERGY BOARD

Original signed by

Peter H. O'Dell Assistant Board Secretary

The Applicant:

Toronto Hydro-Electric System Limited Regulatory Services, 6th floor 14 Carlton Street Toronto ON M5B 1K5

Attention: Pankaj Sardana

E-mail: regulatoryaffairs@torontohydro.com