



EB-2007-0096

IN THE MATTER OF the Ontario Energy Board Act 1998, S.O. 1998, c.15, (Schedule B);

AND IN THE MATTER OF an Application by Toronto Hydro-Electric Systems Limited for an Order or Orders granting approval and recovery of amounts related to Conservation and Demand Management activities.

PROCEDURAL ORDER NO. 1

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 were put into 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%.

THE BOARD ORDERS THAT:

1. A Technical Conference will be held from Wednesday, June 6, 2007 to Thursday, June 7, 2007 and replace interrogatories on Toronto Hydro's evidence. Intervenors should submit questions to Toronto Hydro and the Board on or before Thursday, May 31, 2007. The Technical Conference will be transcribed and the transcript will form part of the record of this proceeding.
2. The evidentiary phase of the oral hearing will commence on Thursday, June 21, 2007, beginning at 9:00 a.m. at 2300 Yonge Street, Toronto in the Board's Hearing Room. The hearing is scheduled for 2 days.
3. A list of Intervenors is attached as Appendix "A" to this Order.
4. **All filings with the Board noted in the Order must be in the form of 10 hard copies and received by the Board by 5:00 p.m. on the stated date.** The Board requires all correspondence to be in electronic form as well as paper. Therefore, all parties must also e-mail an electronic copy of their filings in searchable PDF format to the Board Secretary at Boardsec@oeb.gov.on.ca. Parties must also include the Case Manager, Michael Bell michael.bell@oeb.gov.on.ca and Board Counsel, Michael Millar michael.millar@oeb.gov.on.ca on all electronic correspondence related to this case.

DATED at Toronto, May 18, 2007

ONTARIO ENERGY BOARD

Original signed by

Peter H. O'Dell
Assistant Board Secretary

APPENDIX "A"

TORONTO HYDRO ELECTRIC SYSTEM LTD. RECOVERY OF LRAM AND SSM RELATED TO CDM ACTIVITIES EB-2007-0096

LIST OF INTERVENORS AND OBSERVERS

May 18, 2007

Applicant

Toronto Hydro Electric System
14 Carlton Street
Toronto ON M5B 1K5

Representative Name and Contact Information

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Manager, Regulatory Affairs

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Intervenors

1. Building Owners and Managers
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Representative Name and Contact Information

Chuck Stradling
Executive Vice President

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2. Consumers Council of Canada
("Council")

Robert B. Warren
Barrister & Solicitor
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AND

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3. Electricity Distributors Association
("EDA")
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Maurice Tucci
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- AND
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5. Pollution Probe Foundation
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6. Vulnerable Energy Consumer's Coalition ("VECC")
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Observers

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