

Apples, oranges and banana's File Number: 2017-0003941

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Date: Thu, 29 Jun 2017 10:46:46 -0400

Dear Maloney Aguirre,

Your response to my inquiry (below failed to connect the dots. Kindly examine the "Cost Comparison Tool" included as part of the material placed on your website related to your press release on the new TOU rates! Link is: http://cf.oeb.ca/html/performance/rates_chart_US-CAN_totalbill.cfm?showdist=null

First note the reference to "Hydro Quebec's report" and the link provided to it. If you look at their report they have used 1,000 kWh as their benchmark and exclude all taxes. For Toronto Hydro they have shown \$246.00 for comparison which is 24.6 cents/kWh. Using 24.6 cents as the all-in (excluding taxes) price the 750 kWh would work out to a cost of \$184.50 yet the chart has Toronto Hydro down at \$142.40 for a difference of \$42.10 before the "Fair Hydro" adjustment kicks in. The \$142.40 suggests a per kWh rate of 19 cents/kWh.

The "proxy customer" claim than alters the above further; suggesting Toronto Hydro customers residential rate prior to the "Fair Hydro" adjustment was \$162.00 or 21.6 cents/kWh but includes taxes.

To top things off the "Chart" also includes a "Median Ontario Utility (OEB regulated). That "median" customer's rate (all-in but excluding taxes) indicates a cost per kWh of 17.4 cents/kWh. The Quebec chart linked to your chart has no reference to a "median" customer.

Once again, I am asking the question: Will the OEB issue a revised press release?

Yours truly,

Parker Gallant

" Our response:

The OEB has assigned your reference number # 2017-0003941.

In setting the new RPP prices, the OEB followed the methodology required by the *Ontario Fair Hydro Plan Act, 2017* and Ontario Regulation 195/17. Please see the OEB's [Report: Regulated Price Plan Prices and the Global Adjustment Modifier for the Period July 1, 2017 to April 30, 2018](#), posted on our website on June 22, 2017, which contains a detailed description of that methodology and the results that were derived from it. The Report also identifies that "proxy customer" is the term used by the OEB for the "hypothetical regulated rate consumer" referred to in section 7 of the *Ontario Fair Hydro Plan Act, 2017* and described in Ontario Regulation 195/17.

Please reply to this email if you have any further questions.

Thank you.

Yours truly."