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Tel: (416) 345-1507 Fax: (416) 345-6833 Kathleen.Burke@HydroOne.com



Kathleen Burke

Director, Applications Delivery Regulatory Affairs

BY EMAIL AND RESS

August 20, 2021

Ms. Christine E. Long Registrar Ontario Energy Board Suite 2700, 2300 Yonge Street P.O. Box 2319 Toronto, ON M4P 1E4

Dear Ms. Long:

EB-2021-0032 – Hydro One Networks' 2018-2022 Distribution Rate Application – 2022 Annual Rate Update – Application and Evidence

Enclosed please find Hydro One's annual rate update in support for its request for distribution rates and other charges effective January 1, 2022.

An electronic copy of the evidence along with the supporting Excel models has been submitted using the Board's Regulatory Electronic Submission System.

Sincerely,

Kathleen Burke

KaitteenBurke

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 Hydro One Networks Inc. for an Order or Orders approving just and reasonable rates and other charges for electricity distribution to be effective January 1, 2022.

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A. ADMINISTRATION

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A.1 Application

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5 The Applicant, Hydro One Networks Inc. ("Hydro One or Hydro One Distribution"), is

6 licensed by the Ontario Energy Board (the "OEB") under licence number ED-2003-0043

to distribute electricity in the Province of Ontario in the areas specified in its licence.

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9 On March 31, 2017, Hydro One filed a custom incentive rate application (EB-2017-0049)

(the "Application") seeking approval of its distribution rates from January 1, 2018 to

December 31, 2022. Further to the OEB's Decision and Order dated March 7, 2019

("Decision") and Revised Rate Order dated June 11, 2019 ("Revised Interim Order"), the

OEB approved Hydro One's 2019 distribution rates on an interim basis effective May 1,

14 2018 and Hydro One's tariff of rates and charges was updated accordingly. Most

recently, on August 31, 2020, Hydro One submitted an application for 2021 distribution

rates and charges, EB-2020-0030 as part of a 2021 Annual Update ("2021 Annual

17 Update"). The application was updated to reflect the new inflation factor issued by the

OEB for 2021 on November 26, 2020 and subsequently approved by the OEB on

19 December 17, 2020.

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This application for 2022 distribution rates is made pursuant to section 78 of the *Ontario*

22 Energy Board Act, 1998 (the "OEB Act") and the direction in OEB's Decision and Rate

Order. It is supported by written evidence which may be amended or updated from time

to time prior to the OEB's final decision on this application. The pre-filed evidence

complies with the OEB's 2022 Filing Requirements for Electricity Distribution Rate

26 Applications (June 24, 2021) and the Handbook for Utility Rate Applications dated

October 13, 2016, (the "Filing Requirements") unless those requirements do not apply to

the custom rate framework approved in the Decision.

Specific Relief Requested

2 Hydro One requests:

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- a) Approval of the 2022 distribution rates and charges, effective January 1, 2022, by way of an update to: (i) the revenue requirement and external revenue currently approved by the OEB; and (ii) the associated customer and load forecast by rate class as approved by the OEB for 2022.
- b) Approval of the 2022 Retail Transmission Service Rates ("RTSR"), effective
 January 1, 2022;
 - c) Implementation of approved Specific Service Charges for 2022 per EB-2017-0049;
 - d) Approval of the recovery of renewable generation connection rate protection funding; and
 - e) Such other items or amounts that may be requested by Hydro One during the course of the proceeding, and such other relief or entitlements as the OEB may grant.

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Proposed Effective Date

Hydro One requests a proposed effective date of January 1, 2022. In the event the OEB's decision approving 2022 rates is delivered or implemented after January 1, 2022, Hydro One requests that the OEB issue an Interim Order making its current distribution rates and charges effective on an interim basis as of January 1, 2022 and establishing an account to recover any differences between the interim rates and actual rates effective January 1, 2022, until such time its proposed distribution rates and charges are implemented.

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Form of Hearing Requested

28 Hydro One requests that this application be disposed of by way of a written hearing.

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Publication of Notice

2 Hydro One will provide notice to customers as directed in the OEB's Letter of Direction.

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Contact Information

- 5 Hydro One requests that all documents filed with the OEB in this proceeding be served
- on the undersigned.

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- 8 Ms. Eryn MacKinnon
- 9 Senior Regulatory Coordinator, Regulatory Affairs
- Hydro One Networks Inc.
- 483 Bay Street
- ¹² 7th Floor, South Tower
- Toronto, ON M5G 2P5
- 14 <u>Regulatory@HydroOne.com</u>
- Tel: 416-345-4479
- Fax: 416-345-5395

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All of which is respectfully submitted on August 20, 2021.

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1	A.2 Certification of Evidence
2 3 4	TO: ONTARIO ENERGY BOARD
5	
6	I, Frank D'Andrea, Hydro One Networks Inc.'s ("Hydro One") Vice President,
7	Reliability Standards and Chief Regulatory Officer, hereby certify that:
8	
9	1. I am a senior officer of Hydro One;
10	2. This certificate is given pursuant to Chapter 1 of the Ontario Energy Board's
11	Filing Requirements for Electricity Distribution Rate Applications (last revised on
12	June 24, 2021); and
13	3. The evidence submitted herein is accurate, consistent and complete to the best of
14	my knowledge.
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16	Dated August 20, 2021
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19	Frank Dandree
20	Thank Danare
21	FRANK D'ANDREA

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A.2.1 Certification of Evidence Regarding Personal Information

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4	TO:	ONTARIO ENERGY BOARD
5		
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7	I, Fran	nk D'Andrea, Hydro One Networks Inc.'s ("Hydro One") Vice President,
8	Relia	bility Standards and Chief Regulatory Officer, hereby certify that:
9		
10	1.	I am a senior officer of Hydro One;
11	2.	This certificate is given pursuant to Chapter 1 of the Ontario Energy Board's Filing
12		Requirements for Electricity Distribution Applications (last revised on June 24, 2021);
13		and,
14	3.	The evidence submitted does not contain any personal information filed herein (as that
15		phrase is defined in the Freedom of Information and Protection of Privacy Act), that is
16		not otherwise redacted in accordance with rule 9A of the OEB's Rules of Practice and
17		Procedure.
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19	DATE	D August 20, 2021.
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22		Frank Dandree
23		Thank Dunder
24		FRANK D'ANDREA

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1	A.3 Certification of Evidence
234	TO: ONTARIO ENERGY BOARD
567	I, Chris Lopez, Hydro One's Chief Financial Officer ("CFO"), hereby certify that:
8	1. I am the CFO of Hydro One Networks Inc. ("Hydro One");
9	2. This certificate is given pursuant to section 3.2.5.3 of Chapter 3 of the Ontario
0	Energy Board's Filing Requirements for Electricity Distribution Rate
11	Applications (last revised on June 24, 2021); and
12	3. Hydro One has robust processes and internal controls in place for the preparation,
13	review, verification and oversight of the account balances.
14	
15	Dated August 20, 2021
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20	CHRIS LOPEZ

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1 INTRODUCTION

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On March 31, 2017, Hydro One Networks Inc. ("Hydro One or Hydro One Distribution") 3 filed a Custom Incentive Rate application (EB-2017-0049) (the "Application") seeking approval of its distribution rates from January 1, 2018 to December 31, 2022. The 5 Ontario Energy Board (the "OEB") released its decision on March 7, 2019 (the 6 "Decision") which Hydro One implemented through a draft rate order and proposed Tariff of Rates and Charges dated April 5, 2019 ("DRO Submission") and a subsequent draft rate order reply submission dated May 9, 2019 ("DRO Reply Submission"). The OEB approved Hydro One's 2019 distribution rates on an interim basis on June 6, 2019 10 ("Interim Order") and issued a correction on June 11, 2019 ("Revised Interim Order"). 11 Most recently, on August 31, 2020, Hydro One submitted an Application for 2021 12 distribution rates and charges, EB-2020-0030 ("2021 Annual Update"). The OEB issued 13 an interim order on November 26, 2020 establishing that Hydro One's current rates 14 remain interim as of January 1, 2021 pending the disposition of the seasonal rates matter, 15 which is currently the subject of an OEB proceeding.1 The 2021 Annual Update 16 Application was updated to reflect the new inflation factor issued by the OEB for 2021 17

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This application seeks approval of the following:

1. Electricity distribution rates and charges, effective January 1, 2022, by way of an update to: (i) the revenue requirement and external revenue currently approved by the OEB; and (ii) the associated customer and load forecast by rate class as approved by the OEB for 2022;

on November 26, 2020 and subsequently approved by the OEB on December 17, 2020.

- 2. 2022 Retail Transmission Service Rates ("RTSR"), effective January 1, 2022;
- 3. Implementation of approved Specific Service Charges for 2022 per EB-2017-0049; and,
- 4. The recovery of renewable generation connection rate protection funding.

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2 CUSTOM REVENUE CAP INDEX ADJUSTMENT

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In the Decision, the OEB approved a Custom Incentive Rate-Setting ("IR") approach for adjusting Hydro One's distribution revenue requirement and the associated rates in years 2 through 5 of the 2018 to 2022 rate period. The approved formula for the Revenue Cap IR for the test year 't+1' is equal to the revenue in year 't' inflated by the Revenue Cap Index ("RCI") set out below as:

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RCI = I - X + C

¹ EB-2016-0315/ EB-2020-0246

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Where:

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- "I" is the Inflation Factor, as determined annually by the OEB.
- "X" is the Productivity Factor that is equal to the sum of Hydro One's Custom Industry Total Factor Productivity measure and Hydro One's Custom Productivity Stretch Factor.
- "C" is Hydro One's Custom Capital Factor, determined to recover the incremental revenue in each test year necessary to support Hydro One's Distribution System Plan, beyond the amount of revenue recovered in rates.

The Productivity Factor (X) and the Capital Factor (C) underlying the RCI values were approved by the OEB for the entire duration of the Custom IR period.² Therefore, the only adjustment required to the calculation of final 2022 revenue requirement is the application of the 2022 Inflation Factor (I), which will be issued by the OEB sometime during the course of this proceeding (currently the subject of an OEB generic proceeding in EB-2021-0212).³

Table 1 summarizes the approved components of the RCI for 2022.

Table 1 – 2022 Custom Revenue Cap Index (RCI) by Component (%)

Custom Revenue Cap Index by Component (%)	2022
Inflation Factor (I)	2.20
Productivity Factor (X)	-0.45
Capital Factor (C)	1.85
Custom Revenue Cap Index Total	3.60

As the 2022 distribution rates are not derived by escalating 2021 distribution rates by a price cap adjustment, the Rate Generator Model is not applicable to this application. The 2022 revenue requirement requested for approval in this application is calculated as follows:

2022 Revenue Requirement (RR) = 2021 RR * 2022 RCI + DTA Recovery

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 $^{^2}$ As indicated in the 2020 Annual Update Application on August 30, 2019 (EB-2019-0043) and in the Decision and Rate Order dated on December 17, 2019 (EB-2019-0043), the 2022 C factor reflects the correction made in the DRO Reply Submission on May 4, 2019 (EB-2017-0049).

³ The current revenue requirement adopts the OEB's 2021 inflation factor of 2.20% as a proxy to be updated with the OEB's 2022 Inflation Factor once it is released.

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2022 Revenue Requirement = $\$1,596.2M^4 * (1+3.60\%)^5 + \$21.0M^6 = \$1,674.6M$

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- The 2022 distribution rates are derived from the calculated 2022 revenue requirement and
- 4 the approved customer and load forecast by rate class as detailed in Section 7 of this
- 5 application.

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3 DEFERRAL AND VARIANCE ACCOUNTS

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3.1 Summary of Deferral and Variance Accounts Balance

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- In the 2021 Annual Update Application, the OEB approved the disposition of 2015-2019
- Group 1 balances for Hydro One Distribution on a final basis over a 1-year period from
- January 1, 2021 to December 31, 2021 based on an allocation methodology of Group 1
- balances between Hydro One Distribution and each of the Acquired Utilities.⁷

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- In this application, Hydro One's consolidated 2020 Group 1 balance, inclusive of the
- 17 Acquired Utilities, with projected carrying charges to December 31, 2021 is a credit of
- \$69.1M.8 While the consolidated Group 1 balance exceeds the disposition threshold,
- 19 Hydro One is proposing to dispose of the consolidated 2020 Group 1 audited balance
- inclusive of the Acquired Utilities in its recently filed 2023 joint rate application for the
- 21 Transmission and Distribution businesses ("2023 Rebasing Application").9 Therefore,
- 22 Hydro One is not requesting disposition of its 2020 Group 1 balance in this proceeding.
- As indicated in EB-2021-0110, Hydro One intends to update the final balance requested
- for disposition in the 2023 Rebasing Application to reflect 2021 audited balances once
- they become available.

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- In light of the 2023 Rebasing Application filed with the OEB on August 5, 2021, Hydro
- One is of the view that:

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- (i) The 2023 Rebasing Application is the first application for both Hydro One Distribution and the Acquired Utilities, which introduces the opportunity to dispose of the Group 1 regulatory balances on a consolidated basis without the
- 31
- ⁴ 2021 Revenue Requirement of \$1596.2M was approved by the OEB in EB-2020-0030.

⁵ From Table 1

⁶ Following the tax savings determination as a result of the Ontario Divisional Court decision issued on July 16, 2020 (Divisional Court File No. 200/19), the OEB approved the 2022 regulatory income tax adjustment (\$21.0M) to be recovered in Hydro One's distribution revenue requirement, per EB-2020-0194, Decision and Order, April 8, 2021.

⁷ Norfolk Power Distribution Inc. ("NPDI") integrated with Hydro One on September 1, 2015, and Haldimand County Hydro Inc. ("HCHI") and Woodstock Hydro Services Inc. ("WHSI") integrated with Hydro One on September 1, 2016 (together, the "Acquired Utilities").

 $^{^{8}}$ \$(69.1M) (as of December 31, 2021) / 36 TWh (2020 total metered kWh) = \$(0.0019/kWh)

⁹ See EB-2021-0110, Exhibit G-01-01, Section 5.

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need to perform an allocation between Hydro One Distribution and the Acquired Utilities. Furthermore, the 2023 Rebasing Application was filed before the current applications for Hydro One Distribution and the Acquired Utilities application (EB-2021-0033), and thus, it is more efficient to review and consider the disposition of the Group 1 balances as part of the 2023 Rebasing Application at the same time along with the proposed dispositions for Hydro One Transmission.

- As previously stated, Hydro One intends to update the 2023 Rebasing Application for audited 2021 balances during the course of the proceeding. The Group 1 balances for the Acquired Utilities, when combined with Hydro One Distribution, could continue to result in a material credit balance as the fluctuations in the RSVAs are mainly driven by commodity prices and IESO published GA price changes. As such, it is more prudent to request disposition of the consolidated Group 1 balances during the 2023 Rebasing Application in order to mitigate volatility impacts to ratepayers. In the event that Group 1 balances change based on 2021 audited transactions from a credit balance to a debit balance or a smaller credit balance, the combined disposition based on 2020 and 2021 audited balances would result in less volatility to rate payers.
- (iii) As Hydro One receives one consolidated invoice for the settlement of commodity, bulk transmission and wholesale settlement costs for all service territories, it is no longer necessary to undertake an allocation of Group 1 balances for Acquired Utilities, which will be fully integrated with Hydro One Distribution by 2023.

As discussed above, the consolidated 2020 Group 1 balances are being proposed for disposition on a final basis in the 2023 Rebasing Application, and thus, it is no longer necessary to undertake an allocation of the consolidated Group 1 balances for Hydro One Distribution for this proceeding. For these reasons, Hydro One has not separated the consolidated Group 1 balances between Hydro One Distribution and Acquired Utilities in the current application.

In Table 2, Hydro One has quantified the Group 1 balance eligible for disposition as of January 1, 2022 to be \$(69.1M) inclusive of carrying charges to December 31, 2021, but advises that the consolidated Group 1 balance of \$(69.5M) inclusive of carrying charges to December 31, 2022 is being requested for disposition in the 2023 Rebasing Application. The continuity schedule provided at Exhibit 1.0 of this application is consistent with what was filed in the 2023 Rebasing Application, including interest to December 31, 2022.

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Table 2 – Deferral and Variance Accounts for Hydro One Distribution (\$M)¹⁰

	1	C1 :	OED	C1 :	C1 :	T . 1
		Closing	OEB-	Closing	Closing	Total
	Account	Principal	Approved	Principal	Interest	Consolidated
		Balance as	Principal	Balance as	Amounts as	Balance as
Account Descriptions	Number	of Dec-	Disposition	of Dec-31-	of Dec-31-	of Dec-31-
	Nullibei	31-20	during 2021	21	21	21
		A	В	C = A - B	D	E = C + D
LV Variance Account	1550	10.9	8.9	2.0	0.0	2.1
Smart Metering Entity	1551	(2.2)	(2.1)	(0.1)	(0.0)	(0.2)
Charge Variance Account	1551	(2.3)	(2.1)	(0.1)	(0.0)	(0.2)
RSVA - Wholesale	1500	(01.2)	(71.0)	(20.2)	(0, ()	(20.0)
Market Service Charge5	1580	(91.3)	(71.0)	(20.3)	(0.6)	(20.9)
Variance WMS – Sub-	1580					
account CBR Class A	1360	-	-	-	-	-
Variance WMS – Sub-	1580	(3.9)		(3.9)	0.2	(3.7)
account CBR Class B	1360	(3.9)	-	(3.9)	0.2	(3.7)
RSVA - Retail						
Transmission Network	1584	(61.1)	(46.4)	(14.6)	(0.3)	(14.9)
Charge						
RSVA - Retail						
Transmission Connection	1586	86.0	100.9	(14.9)	0.1	(14.7)
Charge						
RSVA - Power						
(excluding Global	1588	9.9	12.8	(2.9)	(0.0)	(3.0)
Adjustment)						
RSVA - Global	1589	(45.9)	(32.4)	(13.5)	(0.3)	(13.7)
Adjustment	1309	(43.7)	(32.4)	(13.3)	(0.3)	(13.7)
Group 1 Sub-Total						
(including Account 1589		(97.7)	(29.5)	(68.2)	(0.9)	(69.1)
- Global Adjustment)						

- 2 Hydro One confirms it has not made adjustments to 2015-2019 account balances that
- 3 were previously approved by the OEB for disposition on a final basis. Hydro One notes
- that there are no variances between the consolidated Group 1 balances and RRR 2.1.7
- 5 amounts reported to the OEB.

 $^{^{10}}$ Note that numbers presented in the chart may not add to the total due to rounding

3.2 Account 1595 Entity Specific Accounts

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- 3 Hydro One continues to record balances in Account 1595 "Disposition and
- 4 Recovery/Refund of Regulatory Balances Accounts" individually for each of the four
- utilities. None of the residual balances in Account 1595 sub-account balances approved
- since 2019 audited balances are eligible for disposition in the 2022 Annual Update
- Application, and are not proposed to be included for disposition of Group 1 accounts for
- 8 Hydro One Distribution in this proceeding:

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- The Account 1595 (2019) balance was to be disposed of over a period of 18 months, with a sunset date on December 31, 2020. Hydro One Distribution will not be eligible to dispose of the residual balance until its 2024 annual update application at the earliest.
- The Account 1595 (2021) balance was to be disposed of over a 1-year period, with a sunset date on December 31, 2021. Hydro One Distribution will not be eligible to dispose of the residual balance until its 2025 annual update application at the earliest.

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3.3 Implementation of Accounting Guidance for Accounts 1588 and 1589

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On February 21, 2019, the OEB issued a new Accounting Guidance related to Accounts
1588 Power, and 1589 RSVA Global Adjustment ("GA"). The new Accounting
Guidance is effective January 1, 2019 for implementation by August 31, 2019.

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In the 2020 Annual Update, Hydro One indicated that it was exploring technology solutions and accounting considerations that may allow it to obtain the necessary data from its billing system and the Meter Data Management Repository ("MDMR") system.

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In the 2021 Annual Update Decision, the OEB approved Hydro One's proposal to adopt the new Accounting Guidance in a modified manner until the OEB otherwise directs Hydro One. The OEB agreed with Hydro One that changes to its current IT framework at this time, to implement the new Accounting Guidance, could be costly and can only be applied on a prospective basis. As a result, the OEB accepted Hydro One Distribution's request to dispose of its 2015-2019 Group 1 deferral and variance accounts on a final basis.

¹¹ EB-2020-0030, Decision and Rate Order, December 17, 2020, p. 17

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- Hydro One confirms that it implemented the new Accounting Guidance in a modified
- 2 manner since January 1, 2021 on a prospective basis.
- 3 Hydro One has filed the GA Analysis Work Form for 2020 consolidated Account 1589
- balance at Exhibit 1.1 of this application, in accordance with Section 3.2.5.2 of the Filing
- 5 Requirement.

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- 7 The 2019 Account 1589 balance was last approved for disposition on a final basis. The
- 8 GA Analysis Workform shows that the 2020 consolidated Account 1589 balance is
- 9 reasonable as the unexplained discrepancies are within 1% of the total annual IESO GA
- 10 charges.

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- The 2019 Account 1588 balance was last approved for disposition on a final basis. As
- shown on Tab '1588' of the GA Analysis Workform, the 2020 consolidated Account
- 14 1588 balance meets the reasonability test to support the allocation of GA charges
- between customer classes.

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4 EARNING SHARING MECHANISM (ESM)

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- In EB-2017-0049, the OEB approved an ESM that will share regulated earnings on a
- 50:50 basis between Hydro One and its distribution customers for all earnings in excess
- of 100 basis points of the OEB-approved return on equity. A deferral account was
- established for Hydro One to record any amounts to be shared during the rate period. The
- 23 ESM calculation methodology utilized by Hydro One is similar to what is outlined in the
- 24 annual RRR 2.1.5.6 filing.

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- In the OEB's decision for the 2021 Annual Update Application, the credit balance of
- \$21.7M (reflecting 2018 and 2019 ESM amounts and forecast interest for 2020) in the
- 28 ESM deferral account was approved for disposition on an interim basis over a 1-year
- period from January 1, 2021 to December 31, 2021. The OEB indicated that a final
- review of the ESM account balances would take place as part of Hydro One's 2023
- Rebasing Application.

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- In this application, Hydro One is not requesting disposition of the audited 2020 balance
- in the ESM deferral account. The ESM account balance will be reviewed for final
- disposition in the 2023 Rebasing Application.

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5 RENEWABLE GENERATION CONNECTION RATE PROTECTION

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3 Hydro One requests that the OEB authorize Hydro One to resume collecting Renewable

Generation Connection Rate Protection ("RGCRP") monthly compensation amounts

from provincial electricity consumers effective January 1, 2022. Hydro One proposes to

request recovery of amounts from provincial electricity consumers for renewable

generation connection investment costs, pursuant to s. 79.1 of the Ontario Energy Board

Act, 1998 and Ontario Regulation 330/09 (O. Reg. 330/09), which assigns a portion of the

costs incurred for these investments to Hydro One Distribution customers and a larger

share assigned to provincial electricity consumers.

investments and the revenues collected to support them.

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In its EB-2009-0096 Decision, the OEB authorized Hydro One to collect RGCRP amounts of \$19.7M annually from provincial electricity consumers, or monthly amounts of \$1,641,667, beginning in 2011. Subsequent OEB decision and orders on the collection of RGCRP compensation amounts have authorized continued collection of this annual amount through 2014. In EB-2013-0416, the OEB granted Hydro One's request to discontinue the collection of monthly compensation amounts through O. Reg. 330/09 from provincial electricity consumers on December 31, 2014. At that time, Hydro One had accumulated significant credit balances in the deferral account that tracks these

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In the years since 2014, Hydro One has continued to make investments necessary to connect renewable generation and has drawn down the RGCRP funding from provincial electricity consumers that had accumulated in the deferral account. Table 3 provides a summary of the deferral account balance since the discontinuation of RGCRP monthly compensation amounts as of December 31, 2014 (filed as Exhibit 1.2.1). As shown in Table 3, Hydro One forecasts a positive balance in the deferral account in 2022, which indicates that it requires funding for renewable generation connection investment costs through the provincial pooling mechanism.

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¹² EB-2009-0096, 2011 Rate Order, December 21, 2010. Note that \$3.7M was received in 2010 per EB-2010-0191

¹³ EB-2010-0191 (2010 and 2011 RGCRP Decisions), EB-2021-0009 (2012 RGCRP Decision), EB-2013-0231 (2013 RGCRP Decision); and EB-2014-0005/EB-2014-0222 (2014 RGCRP Decisions)

¹⁴ EB-2013-0416, Decision and Interim Rate Order, December 18, 2014

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Table 3 – Account 1533 Deferral Account Balances

	Balance	Activity	Activity	Activity	Activity	Activity	Activity	Balance	Forecast	Forecast	Balance
	Last year of funding was received in 2014	2015 - Revenue Requirement Earned	2016 - Revenue Requirement Earned	2017 - Revenue Requirement Earned	2018 - Revenue Requirement Earned	2019 - Revenue Requirement Earned	2020 - Revenue Requirement Earned	Balance as at December 31, 2020	2021 - Revenue Requirement Forecast	2022 - Revenue Requirement Forecast	Forecasted Balance as at December 31, 2022
	A	В	С	D	Е	F	G	H=sum of A to G	I	J	K=H+I+J
Principal	\$ (62,099,255.17)	\$ 4,246,257.98	\$ 8,502,574.10	\$ 9,754,278.30	\$ 8,939,330.14	\$ 9,793,189.87	\$ 9,887,421.27	\$ (10,976,203.50)	\$ 9,399,592.20	\$ 8,645,536.19	\$ 7,068,924.89
Interest	\$ (1,927,418.01)	\$ (713,728.45)	\$ (603,959.66)	\$ (528,135.11)	\$ (651,810.57)	\$ (591,207.12)	\$ (242,128.52)	\$ (5,258,387.45)	\$ (54,113.45)	\$ (49,772.35)	\$ (5,362,273.25)
Total	\$ (64,026,673.18)	\$ 3,532,529.53	\$ 7,898,614.44	\$ 9,226,143.19	\$ 8,287,519.57	\$ 9,201,982.75	\$ 9,645,292.75	\$ (16,234,590.95)	\$ 9,345,478.75	\$ 8,595,763.84	\$ 1,706,651.64

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Given the continuing need to provide funding for both the historical renewable generation 1 connection investments and any future renewable generation connection investments, 2 Hydro One seeks authority to collect \$9.9M for the provincially funded portion of these investments starting on January 1, 2022. The request for RGCRP funding of \$9.9M meets Hydro One's materiality threshold per section 2.0.8 of the Filing Requirement. The 5 \$9.9M funding request is derived based on renewable generation connection in-service 6 additions up to and including 2020 and eligible OM&A expenses in 2020 as calculated in 7 Exhibit 1.2.2 (Revenue Requirement Tab for 2020). Accordingly, Hydro One requests that the OEB include recovery of these amounts to be collected by the IESO from provincial electricity customers pursuant to O. Reg. 330/09 in 2022, as set out in further 10 detail below. Hydro One also proposes to continue tracking both expenditures and 11 collections in Account 1533, consistent with the OEB's Accounting Procedures 12 Handbook, and will confirm in subsequent rate applications whether the \$9.9M in 13 provincial ratepayer funding remains appropriate in the years from 2022 to 2027. 14

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Due to the custom nature of Hydro One's calculations, Hydro One has filed its custom spreadsheet (Exhibit 1.2.2) showing equivalent, revenue requirement calculations as required in Appendix 2-FA and 2-FC, over the 2018 to 2020 period, to determine the 2022 monthly IESO payment amounts.

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6 COST ALLOCATION

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- Hydro One has not updated the 2018 cost allocation model¹⁵ over the term of the plan per
- the OEB's Decision. 16 The revenue that needs to be collected from distribution rates
- 5 (rates revenue requirement) is derived by subtracting the approved external revenues for
- 6 2022¹⁷ from the total revenue requirement (\$1,674.6M \$44.9M = \$1,629.6M). The
- determination of costs and rates revenue requirement by rate class for 2022 uses the
- methodology approved for 2019-2022 in the OEB Decision. 18 The derivation of the 2022
- 9 revenue requirement by rate class is provided in Exhibit 2.0.

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7 RATE DESIGN

12 13

7.1 2022 Fixed and Volumetric Rates

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- 15 The calculation of the 2022 fixed and variable rates taking into account the approved
- 16 2022 forecast number of customers and load, consistent with the OEB-approved
- methodology, is provided in Exhibit 2.0. The calculation of 2022 ST rates are detailed in
- Exhibit 2.1.

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- 20 The derivation of fixed to variable revenue splits for residential and non-residential rate
- classes are described below.

2223

Residential Rate Classes

- The transition to all-fixed residential distribution rates was suspended in the 2018 rate
- year to mitigate the bill impacts of the rate implementation on July 1, 2019 on low

¹⁵ EB-2017-0049, 2019 Draft Rate Order, Exhibit 3.0 and Exhibit 3.1, filed April 5, 2019

¹⁶ Decision at p. 38

¹⁷ As updated in EB-2019-0043, 2020 Annual Update, filed August 30, 2019

¹⁸ Decision at p. 137

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- volume customers.¹⁹ The annual transition to all-fixed residential distribution rates using
- the methodology in the OEB's Revenue Requirement Work Form ("RRWF"), resumed in
- the 2019 rate year. For the UR rate class, 2021 was the fifth and final year of the
- transition period to an all-fixed distribution rate. The fixed rate transition continues in
- 5 2022 for the R1, R2 and Seasonal rate classes and will be completed in 2024.²⁰ The
- 6 calculation of the 2022 transition to all-fixed residential distribution rates is provided in
- 7 Exhibit 2.2.

8

9 Non-Residential Rate Classes

The 2022 share of revenue to be collected from fixed and volumetric rates for all non-

residential rate classes remain unchanged from 2018, as shown in Exhibit 2.0. The share

of fixed and volumetric revenue will remain unchanged over the plan term, with the

exception of the DGen class as discussed below.

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15 Hydro One adopted the alternative approach to phasing-in the change to the fixed charge

for the DGen class as requested by OEB Staff²¹ in order to smooth the bill impacts for

low consumption customers in this class. Under this approach, the fixed proportion of

62% for DGen rates was maintained from 2018 to 2021, while the fixed charge remained

below \$199.36, which is the 2018 CAM ceiling for the fixed charge that serves as the

upper limit for the fixed rate for this application period. In 2022, the fixed proportion of

62% results in a fixed charge of \$202.05, which exceeds the upper limit. Consequently,

the proposed 2022 fixed charge is set at \$199.36, which decreases DGen's 2022 revenue

to be collected from fixed rates from 62% to 61%.

¹⁹ EB-2017-0049, 2019 Draft Rate Order, Section 10.1, filed April 5, 2019

²⁰ Hydro One was approved to transition UR customers over a 5 year period, and R2 and Seasonal customers over an 8 year period (EB-2015-0079, Decision and Order, December 22, 2015).

²¹ EB-2017-0049, Exhibit I, Tab 52, Schedule Staff-250

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7.2 Revenue-to-Cost Ratios

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- The 2022 Revenue-to-Cost ("R/C") ratios are shown in the rate design tables provided in
- 4 Exhibit 2.0. The 2022 R/C ratios for all rate classes are within the OEB's approved range,
- so no adjustments are required.

6 7

7.3 Sub-Transmission (ST) Rates

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- 9 As described in Section 7.4 below, Retail Transmission Service Rates ("RTSRs") are
- proposed to be updated for 2022. As a result, the proposed 2022 HVDS-High charge,
- HVDS-low charge, and the Common ST line charge are adjusted to reflect the proposed
- 2022 ST RTSR for Transformation Connection.²²

13 14

7.4 Retail Transmission Service Rates

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- The current RTSRs are based on the 2020 Interim Uniform Transmission Rates
- 17 ("UTRs"),²³ which were the transmission rates in place at the time Hydro One filed its
- 2021 Annual Update on November 26, 2020. Hydro One proposes to adjust the RTSRs to
- reflect the updated costs to Hydro One for transmission services for 2022 RTSRs, based
- on the current 2021 UTRs.²⁴ The Network UTR has increased from \$3.92/kW to
- \$4.90/kW (an increase of 25%), resulting in materially higher proposed 2022 Network
- 22 RTSRs. The calculation of the 2022 RTSRs is provided in Exhibit 3.0.

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²² EB-2017-0049, Application, Exhibit H1, Tab 1, Schedule 1, Section 3.2.8

²³ EB-2019-0296, Decision and Rate Order, December 19, 2019

²⁴ EB-2021-0176, Decision and Rate Order, June 24, 2021

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7.5 Hopper Foundry and Transformer Cost Allowance Rate Adders

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- The proposed 2022 Hopper Foundry rate adder reflects the proposed 2022 General
- 4 Service Demand rates. The forecast lost revenue related to Hopper Foundry is \$70,985
- and results in a rate adder of \$0.0092 per kW. This adder is included in the volumetric
- rate shown on the 2022 tariff schedule for the General Service demand rate class.

7

- 8 The Customer Supplied Transformer Allowance ("CSTA") rate adder for 2022 reflects
- 9 the forecast CSTA credit of \$687,211 and results in a rate adder of \$0.0655 per kW. This
- adder is included in the volumetric rates shown on the 2022 tariff schedules for the UGd,
- 11 GSd and DGen rate classes.

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7.6 Revenue Reconciliation

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A revenue reconciliation using proposed 2022 rates, approved billing determinants and resulting revenue is provided at Exhibit 2.3.

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8 BILL IMPACTS

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- The detailed calculation of 2022 monthly bill impacts by rate class over a range of
- 21 consumption levels is provided in Exhibit 5.0. A summary of the 2022 total bill impacts
- is shown in Table 4. The bill impacts for the R1 and R2 customer classes include
- Distribution Rate Protection ("DRP") per Ontario Regulation 198/17, as required by the
- 24 Decision.²⁵

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²⁵ Decision at p. 176

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Table 4 – Current (2021)²⁶ to 2022 Total Bill Impacts

Rate Class	Consumption	Monthly	Current	Change in	Change in
	Level	Consumption/Peak	Total Bill	Total Bill	Total Bill
		(kWh/kW)		(\$)	(%)
UR	Low	350	\$77.66	\$3.37	4.34%
	Typical	750	\$126.70	\$4.71	3.72%
	Average	755	\$127.31	\$4.73	3.71%
	High	1,400	\$206.39	\$6.88	3.34%
R1	Low	400	\$83.97	\$2.20	2.63%
	Typical	750	\$127.23	\$3.32	2.61%
	Average	920	\$148.24	\$3.86	2.60%
	High	1,800	\$257.01	\$6.66	2.59%
R2	Low	450	\$90.05	\$3.48	3.86%
	Typical	750	\$127.74	\$4.51	3.53%
	Average	1,152	\$178.25	\$5.89	3.30%
	High	2,300	\$322.48	\$9.82	3.05%
Seasonal	Low	50	\$57.40	\$7.24	12.61%
	Average	352	\$106.87	\$4.74	4.43%
	High	1,000	\$213.02	(\$0.62)	-0.29%
GSe	Low	1,000	\$215.96	\$8.14	3.77%
	Typical	2,000	\$400.10	\$14.52	3.63%
	Average	1,982	\$396.79	\$14.41	3.63%
	High	15,000	\$2,793.91	\$97.49	3.49%
UGe	Low	1,000	\$174.73	\$5.47	3.13%
	Typical	2,000	\$324.31	\$9.46	2.92%
	Average	2,759	\$437.84	\$12.48	2.85%
	High	15,000	\$2,268.88	\$61.25	2.70%
GSd	Low	15,000/60	\$3,795.64	\$191.54	5.05%
	Average	36,104/124	\$8,438.31	\$412.84	4.89%
	High	175,000/500	\$37,841.24	\$1,782.68	4.71%

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²⁶ Current Total Bill as approved in EB-2020-0194, Decision and Interim Rate Order Schedule A, May 27, 2021

UGd	Low	15,000/60	\$3,309.37	\$153.53	4.64%
	Average	50,525/135	\$9,669.18	\$416.16	4.30%
	High	175,000/500	\$33,784.58	\$1,470.26	4.35%
St Lgt	Low	100	\$25.15	\$1.06	4.20%
	Average	517	\$115.09	\$4.60	4.00%
	High	2,000	\$457.88	\$17.22	3.76%
Sen Lgt	Low	20	\$8.30	\$0.68	8.20%
	Average	71	\$21.75	\$1.67	7.68%
	High	200	\$55.78	\$4.18	7.49%
USL	Low	100	\$49.83	\$2.50	5.02%
	Average	364	\$86.49	\$3.31	3.82%
	High	1,000	\$180.29	\$5.26	2.92%
DGen	Low	300/10	\$392.34	\$25.35	6.46%
	Average	1,328/13	\$577.83	\$35.12	6.08%
	High	5,000/100	\$2,227.70	\$196.18	8.81%
ST	Low	200,000/500	\$35,346.00	\$192.60	0.54%
	Average	1,601,036/3,091	\$263,064.53	\$769.97	0.29%
	High	4,000,000/10,000	\$678,299.94	\$2,309.54	0.34%

^{*}R1 and R2 total bill impacts include DRP.

8.1 Tariff Schedules

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The proposed tariff schedule to be implemented January 1, 2022 is provided in Exhibit 4.0.

8 The 2022 tariff schedule includes the approved updates to the applicable Specific Service

9 Charges for the 2022 rate year described in EB-2017-0049, Exhibit H1, Tab 2, Schedule 3.²⁷

Retailer service charges will be adjusted for OEB's 2022 Inflation Factor, once it is

 $^{^{27}}$ Updated during EB-2017-0049 Oral Hearing on June 26, 2018 (Day 10)

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- confirmed by the OEB during the course of this proceeding. Additionally, on December
- 10, 2020, the OEB issued an Order (EB-2020-0288) establishing the provincial wireline
- pole attachment charge for 2021 at \$44.50 per attacher, per year, per pole, on an interim
- basis until further notice (by suspending the 2021 inflationary adjustment). Hydro One
- 5 will update the provincial wireline pole attachment charge in the course of this
- 6 proceeding, if a new charge is released by the OEB.

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9 SUPPORTING MATERIAL

Exhibit 5.0 – 2022 Bill Impacts

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2 The detailed information supporting the determination of the approved revenue 3 requirement, rates schedules and rate impacts are provided in the attached Exhibits. 4 5 Tab 1 6 Exhibit 1.0 – Hydro One Consolidated Continuity Schedule (Tab 2a only) 7 Exhibit 1.1 – GA Analysis Work Form 8 Exhibit 1.2.1 – 1533 Deferral Account Balance 9 Exhibit 1.2.2 – Hydro One's Application for RGCRP 10 Tab 2 11 Exhibit 2.0 – 2022 Rate Design 12 Exhibit 2.1 – 2022 Sub-Transmission (ST) Rates 13 Exhibit 2.2 – 2022 RRWF for Move to All-Fixed Residential Distribution Rates 14 Exhibit 2.3 – 2022 Revenue Reconciliation 15 Tab 3 16 Exhibit 3.0 – 2022 Retail Transmission Service Rates 17 Tab 4 18 Exhibit 4.0 – 2022 Tariff Schedules 19 Exhibit 4.1 – 2021 Tariff Schedules 20 Tab 5 21

Tab 1

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HYDRO ONE CONSOLIDATED CONTINUITY SCHEDULE (TAB 2A ONLY)

This exhibit has been filed separately in MS Excel format.

GA Analysis Workform for 2022 Rate Applications

Version 1.0

Input cells	
Drop down cells	
Utility Name	HYDRO ONE NETWORKS INC.

Note 1

For Account 1589 and Account 1588, determine if a or b below applies and select the appropriate year related to the account balance in the drop-down box to the right.

a) If the account balances were last approved on a final basis, select the year of the year-end balances that were last approved on a final basis. b) If the account balances were last approved on an interim basis, and

i) there are no changes to the previously approved interim balances, select the year of the year-end balances that were last approved for diposition on an interim basis. OR

ii) there are changes to the previously approved interim balances, select the year of the year-end balances that were last approved for disposition on a final basis. An explanation should be provided to explain the reason for the change in the previously approved interim balances.

(e.g. If the 2019 balances that were reviewed in the 2021 rate application were to be selected, select 2019)

Instructions

 Determine which scenario above applies (a, bi or bii). Select the appropriate year to generate the appropriate GA Analysis Workform tabs, and information in the Principal Adjustments tab and Account 1588 tab.
 For example:

- Scenario a -If 2019 balances were last approved on a final basis Select 2019 and a GA Analysis Workform for 2020 will be generated.
 The input cells required in the Principal Adjustment and Account 1588 tabs will be generated accordingly as well.
- Scenario bi If 2019 balances were last approved on an interim basis and there are no changes to 2019 balances Select 2019 and a GA
 Analysis Workform for 2020 will be generated. The input cells required in the Principal Adjustment and Account 1588 tabs will be generated
 accordingly as well.
- Scenario bii If 2019 balances were last approved on an interim basis, there are changes to 2019 balances, and 2018 balances were last approved for disposition - Select 2018 and GA Analysis Workforms for 2019 and 2020 will be generated. The input cells required in the Principal Adjustment and Account 1588 tabs will be generated accordingly as well.
- 2) Complete the GA Analysis Workform for each year generated.
- Complete the Account 1588 tab. Note that the number of years that require the reasonability test to be completed are shown in the Account 1588 tab, depending on the year selected on the Information Sheet.
- 4) Complete the Principal Adjustments tab. Note that the number of years that require principal adjustment reconciliations are all shown in the one Principal Adjustments tab, depending on the year selected on the Information Sheet.

See the separate document GA Analysis Workform Instructions for detailed instructions on how to complete the Workform and examples of reconciling items and principal adjustments.

Year Selected

2019

							Unresolved
							Difference as %
				Adjusted Net Change in			of Expected GA
		Net Change in Principal		Principal Balance in the	Unresolved	\$ Consumption at	Payments to
Year	Annual Net Change in Expected GA Balance from GA Analysis	Balance in the GL	Reconciling Items	GL	Difference	Actual Rate Paid	IESO
2020	\$ (1,691,114)	\$ (13,470,859)	\$ 5,607,215	\$ (7,863,644)	\$ (6,172,530)	\$ 723,280,232	-0.9%
Cumulative Balance	\$ (1,691,114)	\$ (13,470,859)	\$ 5,607,215	\$ (7,863,644)	\$ (6,172,530)	\$ 723,280,232	N/A

Account 1588 Reconciliation Summary

Year	Account 1588 as a % of Account 4705
2020	-0.1%

Note 2 Consumption Data Excluding for Loss Factor (Data to agree with RRR as applicable)

Year		2020				
Total Metered excluding WMP	C = A+B	26,028,828,745	kWh	100%		
RPP	A	15,889,662,050	kWh	61.0%		
Non RPP	B = D+E	10,139,166,695	kWh	39.0%		
Non-RPP Class A	D	4,186,146,406	kWh	16.1%		
Non-RPP Class B*	E	5,953,020,290	kWh	22.9%		

The difference should be equal to the loss factor.

1st Estimate Note that the GA actual rates for April to June 2020 are based on the unadjusted GA rates, without the impacts of the GA deferral.

Please confirm that the adjusted GA rate was used to bill customers from April to June 2020.

For the morths of April to June 2020, the IESO provided adjusted GA rates, which reflected the deferral of a portion of the GA as per the May 1, 2020 Emergency Order, and unadjusted GA rates which did not consider the GA deferral.

Please confirm that the same GA rate is used to bill all customer classes. If not, please provide further details

Please confirm that the GA Rate used for unbilled revenue is the same as the one used for billed revenue in any paticular month

Analysis of Expected GA Amount Year

2	n	2	

Year	2020								
Calendar Month	Non-RPP Class B Including Loss Factor Billed Consumption (kWh)	Deduct Previous Month Unbilled Loss Adjusted Consumption (kWh)	Add Current Month Unbilled Loss Adjusted Consumption (kWh)	Non-RPP Class B Including Loss Adjusted Consumption, Adjusted for Unbilled (kWh)	GA Rate Billed (\$/kWh)	\$ Consumption at GA Rate Billed	GA Actual Rate Paid (\$/kWh)	\$ Consumption at Actual Rate Paid	Expected GA Price Variance (\$)
	F	G	Н	I = F-G+H	J	K = I*J	L	M = I*L	N=M-K
January	648,291,285	729,383,968	714,939,881	633,847,198	0.08320	\$ 52,736,087	0.10230	\$ 64,842,568	\$ 12,106,481
February	586,460,965	714,939,881	764,779,587	636,300,672	0.12450	\$ 79,219,434	0.11330	\$ 72,092,866	\$ (7,126,568)
March	620,844,703	764,779,587	644,006,838	500,071,954	0.10430	\$ 52,157,505	0.11940	\$ 59,708,591	\$ 7,551,087
April	545,457,052	644,006,838	611,754,491	513,204,705	0.13710	\$ 70,360,365	0.11500	\$ 59,018,541	\$ (11,341,824)
May	470,508,321	611,754,491	546,786,977	405,540,807	0.09290	\$ 37,674,741	0.11500	\$ 46,637,193	\$ 8,962,452
June	470,715,671	546,786,977	559,403,312	483,332,005	0.11500	\$ 55,583,181	0.11500	\$ 55,583,181	\$ -
July	492,810,596	559,403,312	611,231,640	544,638,925	0.10310	\$ 56,152,273	0.09900	\$ 53,919,254	\$ (2,233,020)
August	558,152,611	611,231,640	648,676,933	595,597,903	0.10230	\$ 60,929,666	0.10350	\$ 61,644,383	\$ 714,717
September	536,876,105	648,676,933	516,143,060	404,342,232	0.11570	\$ 46,782,396	0.12180	\$ 49,248,884	\$ 2,466,488
October	484,892,516	516,143,060	600,428,354	569,177,810	0.14950	\$ 85,092,083	0.12810	\$ 72,911,677	\$ (12,180,405)
November	500,968,801	600,428,354	653,689,508	554,229,955	0.11670	\$ 64,678,636	0.11710	\$ 64,900,328	\$ 221,692
December	548,379,661	653,689,508	699,748,924	594,439,077	0.10700	\$ 63,604,981	0.10560	\$ 62,772,767	\$ (832,215)
Net Change in Expected GA Balance in the Year (i.e.									
Transactions in the Year)	6,464,358,287	7,601,224,548	7,571,589,504	6,434,723,243		\$ 724,971,346		\$ 723,280,232	\$ (1,691,114)

No

Annual Non- RPP Class B Wholesale kWh		Annual Unaccounted for Energy Loss kWh		Expected GA Volume Variance (\$)
0	P	Q=O-P	R	P= Q*R
	5 032 645 726	- 5 032 645 726		\$ -

Equal to (ADEW - Class A + embedded generation WhyNyton-RPP Class B retails (whyTotal retail Class B WhyNyton-RPP Class B retails (Class B KWh), Note that the data for April to June 2020 should be excluded as the line loss volume variance would be reflected in the reconclining tem below for #5 impacts from GA deferred.

"Equal to annual Non-RPP Class B S Apaid (i.e. non-RPP portion of CT 148 on IESO invoice) divided by Non-RPP Class B S Whoteslast Why (i.e. quantified in column O in the table above). Note that the data for April to June 2020 should be excluded as the line loss volume variance would be reflected in the reconciling tem below for #5 impacts from GA deferrad.

Total Expected GA Variance	\$ (1,691,114)

Calculated Loss Factor	1.080
Most Recent Approved Loss Factor for Secondary Metered	
Customer < 5,000kW	
D.W	4 000

a) Please provide an explanation in the text box below if columns G and H for unbilled consumption are not

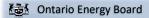
useu III tile table above.		

Please provide an explanation in the text box below if the difference in loss factor is greater than 1%						
his is not applicable for Hydro One Dis	tribution, since the loss factors	approved by OEB are differen	nt for each customer r	ate category. Then		

Note 5 Reconciling Items

Item	Amount	Explanation		Principal Adjustments
Net Change in Principal Balance in the GL (i.e. Transactions in the Year)	\$ (13,470,859)		Principal Adjustment on DVA Continuity Schedule	If "no", please provide an explanation
CT 148 True-up of GA Charges based on Actual Non-RPP 1a Volumes - prior year	\$ 1,941,492	as titled	No	Included in transactions
CT 148 True-up of GA Charges based on Actual Non-RPP 1b Volumes - current year	\$ (837,176)		No	Included in transactions
2a Remove prior year end unbilled to actual revenue differences		Remove Dec 2019 GA Unbilled estimated vs. Actual incurred in 2020	No	Included in transactions
2b Add current year end unbilled to actual revenue differences	\$ 3,707,108	Remove Dec 2020 GA Unbilled estimated vs. Actual incurred in 2021	No	Included in transactions
Significant prior period billing adjustments recorded in current 3a year				
Significant current period billing adjustments recorded in other 3b year(s)				
4 CT 2148 for prior period corrections				
5 Impacts of GA deferral				
6		HONI charges LDC class B customers at actual GA rate rather than 1st estimate.	No	
7				
8	\$ 926,044			
9				
10				
11				
the state of New Observation Delegation in the Observation in the Obse				

Adjusted Net Change in Principal Balance in the GL
Net Change in Expected GA Balance in the Year Per
Analysis
Unresolved Difference
Unresolved Difference as % of Expected GA Payments to
IESO (7,863,644)



Account 1588 Reasonability

Note 7 Account 1588 Reasonability Test

	A	ccount 1588 - RSVA Po	ower		
Year	Principal Transactions ¹ Adjustments ¹		Total Activity in Calendar Year	Account 4705 - Power Purchased	Account 1588 as % of Account 4705
2020	- 2,946,661		- 2,946,661	2,339,278,787	-0.1%
Cumulative	- 2,946,661		- 2,946,661	4,324,225,847	-0.1%

Notes

¹⁾ The transactions should equal the "Transaction" column in the DVA Continuity Schedule. This is also expected to equal the transactions in the general ledger (excluding transactions relating to the removal of approved disposition amounts as that is shown in a separate column in the DVA Continuity Schedule)

²⁾ Principal adjustments should equal the "Principal Adjustments" column in the DVA Continuity Schedule. Principal adjustments adjust the transactions in the general ledger to the amount that should be requested for disposition.

Ontario Energy Board

GA Analysis Workform Account 1588 and 1589 Principal Adjustment Reconciliation

Note 8 Breakdown of principal adjustments included in last approved balance:

Account 1589 - RSVA Global Adjustment								
Adjustment Description	Amount	To be reversed in current application?	Explanation if not to be reversed in current application					
1								
2								
3								
4								
5								
6								
7								
8								
Tota	-							
Total principal adjustments included in last approved balance	e							
Difference	e -							

Account 1588 - RSVA Power						
			To be Reversed in Current	Explanation if not to be reversed in current		
	Adjustment Description	Amount	Application?	application		
1						
2						
3						
4						
5						
6						
7						
8						
	Total	-				
	Total principal adjustments included in last approved balance					
	Difference	_	1			

Note 9 Principal adjustment reconciliation in current application:

Notes

- 1) The "Transaction" column in the DVA Continuity Schedule is to equal the transactions in the general ledger (excluding transactions relating to the removal of approved disposition amounts as that is shown in a separate column in the DVA Continuity Schedule)
- 2) Any principal adjustments needed to adjust the transactions in the general ledger to the amount that should be requested for disposition should be shown separately in the "Principal Adjustments" column of the DVA Continuity Schedule
- 3) The "Variance RRR vs. 2020 Balance" column in the DVA Continuity Schedule should equal principal adjustments made in the current disposition period. It should not be impacted by reversals from prior year approved principal adjustments.
- 4) Principal adjustments to the pro-ration of CT 148 true-ups (i.e. principal adjustment #1 in tables below) are expected to be equal and offsetting between Account 1589, if not, please explain. If this results in further adjustments to RPP settlements, this should be shown separately as a principal adjustment to CT 1142/142 (i.e. principal adjustment #2 in tables below)

Complete the table below for the current disposition period. Complete a table for each year included in the balance under review in this rate application. The number of tables to be completed is automatically generated based on data provided in the Information Sheet

	Account 1589 - RSVA Global Adjustment						
Year		Adjustment Description	Amount	Year Recorded in GL			
	Reversals of prior approved principal adjustments (auto-populated from table above)						
	1						
	2						
	3						
	4						
	5						
	6						
	7						
	8						
		Total Reversal Principal Adjustments	-				
	Current year principal adjustments						
	1	CT 148 true-up of GA Charges based on actual Non-RPP volumes					
	2	Unbilled to actual revenue differences					
	3						
	4						
	5						
	6						
	7						
	8						
	Total Current Year Principal Adjustments -						
		ncipal Adjustments to be Included on DVA Continuity Schedule/Tab ate Generator Model	_	-			

		Account 1588 - RSVA Power				
Year		Adjustment Description	Amount	Year Recorded in GL		
	Reversals of prior approved principal adjustments (auto-populated from table above)					
	1					
	2					
	3					
	4					
	5					
	6					
	7					
	8					
		Total Reversal Principal Adjustments	-			
	Current y	ear principal adjustments				
	1	CT 148 true-up of GA Charges based on actual RPP volumes				
		CT 1142/142 true-up based on actuals				
	3	Unbilled to actual revenue differences				
	4					
	5					
	6					
	7					
	8					
		Total Current Year Principal Adjustments	-	1		
		ncipal Adjustments to be Included on DVA Continuity Schedule/Tab 3 - IRM erator Model	-			

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1533 DEFERRAL ACCOUNT BALANCE

This exhibit has been filed separately in MS Excel format.

Filed: 2021-08-20 EB-2021-0032 HONI Distribution 2022 Rate Application Exhibit 1.2.2 Page 1 of 1

HYDRO ONE APPLICATION FOR RGCRP

This exhibit has been filed separately in MS Excel format.

Tab 2

Filed: 2021-08-20 EB-2021-0032 HONI Distribution 2022 Rate Application Exhibit 2.0 Page 1 of 1

2022 RATE DESIGN

This exhibit has been filed separately in MS Excel format.

Filed: 2021-08-20 EB-2021-0032 HONI Distribution 2022 Rate Application Exhibit 2.1 Page 1 of 1

2022 SUB-TRANSMISSION (ST) RATES

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Revenue Requirement Workform (RRWF)

Filed: 2021-08-20 EB-2021-0032 HONI Distribution 2022 Rate Application Exhibit 2.2 Page 1 of 3

New Rate Design Policy For Residential Customers Please complete the following tables.

Year-Round Medium Density Residential (R1) - Proposed 2022 Distribution Rates

A Data Inputs (from Sheet 10. Load Forecast)

Test Year Billing Determinants for Residential Class				
462,873				
4,619,683,420				

Proposed Residential Class Specific Revenue	\$ 353,529,053.19
Requirement ¹	

Residential Base Rates on Current Tariff				
Monthly Fixed Charge (\$)	\$	49.04		
Distribution Volumetric Rate (\$/kWh)	\$	0.0141		

B Current Fixed/Variable Split

	Base Rates	Billing Determinants	Revenue	% of Total Revenue
Fixed	\$ 49.04	462,873	\$ 272,391,640.88	80.70%
Variable	\$ 0.0141	4,619,683,420	\$ 65,137,536.23	19.30%
TOTAL	-	-	\$ 337,529,177.11	-

C Calculating Test Year Base Rates

Years ²	3

	Test Year Revenue @ Current F/V Split		Reconciliation - Test Year Base Rates @ Current F/V Split		
Fixed	\$ 285,303,806.10	\$ 51.36	\$ 285,278,031.73		
Variable	\$ 68,225,247.09	\$ 0.0148	\$ 68,371,314.62		
TOTAL	\$ 353,529,053.19	-	\$ 353,649,346.35		

	New F/V Split	Revenue @ new F/V Split	Final Adjusted Base Rates	Revenue econciliation @ Adjusted Rates
Fixed	87.13%	\$ 308,045,555.13	\$ 55.46	\$ 308,051,394.85
Variable	12.87%	\$ 45,483,498.06	\$ 0.0098	\$ 45,272,897.52
TOTAL	-	\$ 353,529,053.19	-	\$ 353,324,292.37

Checks ³					
Change in Fixed Rate	\$	4.10			
Difference Between Revenues @ Proposed Rates and		(\$204,760.82)			
Class Specific Revenue Requirement		-0.06%			

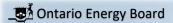
Notes:

The final residential class specific revenue requirement, excluding allocated Miscellaneous Revenues, as shown on Sheet 11. Cost Allocation, should be used (i.e. the revenue requirement after any proposed adjustments to R/C ratios).

The distributor should enter the number of years remaining before the transition to fully fixed rates is completed. A distributor transitioning to fully fixed rates over a four year period and began the transition in 2016 would input the number "3" into cell D40. A distributor transitioning over a five-year period would input the number "4". Where the change in the residential rate design will result in the fixed charge increasing by more than \$4/year, a distributor may propose an additional transition year.

Change in fixed rate due to rate design policy should be less than \$4. The difference between the proposed class revenue requirement and the revenue at calculated base rates should be minimal (i.e. should be reasonably considered as a rounding error)

3



Revenue Requirement Workform (RRWF)

New Rate Design Policy For Residential Customers Please complete the following tables.

Year-Round Low Density Residential (R2) - Proposed 2022 Distribution Rates

A Data Inputs (from Sheet 10. Load Forecast)

Test Year Billing Determinants for Residential Class				
Customers	335,422			
kWh	4,170,753,000			

Proposed Residential Class Specific Revenue	\$ 577,929,276.68
Requirement ¹	

Residential Base Rates on Current Tariff				
Monthly Fixed Charge (\$)	\$	113.64		
Distribution Volumetric Rate (\$/kWh)	\$	0.0227		

B Current Fixed/Variable Split

	Base Rates	Billing Determinants	Revenue	% of Total Revenue
Fixed	\$ 113.64	335,422	\$ 457,408,411.09	82.85%
Variable	\$ 0.0227	4,170,753,000	\$ 94,676,093.10	17.15%
TOTAL	-	-	\$ 552,084,504.18	-

C Calculating Test Year Base Rates

Number of Remaining Rate Design Policy Transition	
Years ²	3

	Test Year Revenue @ Current F/V Split	Test Year Base Rates @ Current F/V Split	Reconciliation - Test Year Base Rates @ Current F/V Split
Fixed	\$ 478,821,104.67	\$ 118.96	\$ 478,821,758.03
Variable	\$ 99,108,172.01	\$ 0.0238	\$ 99,263,921.40
TOTAL	\$ 577,929,276.68	-	\$ 578,085,679.43

	New F/V Split			Final Adjusted Base Rates	Revenue Reconciliation @ Adjusted Rates	
Fixed	88.57%	\$ 511,857,162.00	\$	127.17	\$ 511,867,543.45	
Variable	11.43%	\$ 66,072,114.67	\$	0.0158	\$ 65,897,897.40	
TOTAL	-	\$ 577,929,276.68		-	\$ 577,765,440.85	

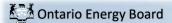
Checks ³						
Change in Fixed Rate	\$	8.21				
Difference Between Revenues @ Proposed Rates and		(\$163,835.83)				
Class Specific Revenue Requirement		-0.03%				

Notes:

The final residential class specific revenue requirement, excluding allocated Miscellaneous Revenues, as shown on Sheet 11. Cost Allocation, should be used (i.e. the revenue requirement after any proposed adjustments to R/C ratios).

The distributor should enter the number of years remaining before the transition to fully fixed rates is completed. A distributor transitioning to fully fixed rates over a four year period and began the transition in 2016 would input the number "3" into cell D40. A distributor transitioning over a five-year period would input the number "4". Where the change in the residential rate design will result in the fixed charge increasing by more than \$4/year, a distributor may propose an additional transition year.

Change in fixed rate due to rate design policy should be less than \$4. The difference between the proposed class revenue requirement and the revenue at calculated base rates should be minimal (i.e. should be reasonably considered as a rounding error)



Revenue Requirement Workform (RRWF)

New Rate Design Policy For Residential Customers Please complete the following tables.

Seasonal Residential - Proposed 2022 Distribution Rates

A Data Inputs (from Sheet 10. Load Forecast)

Test Year Billing Determinants for Residential Class					
Customers	148,937				
kWh	551,326,825				

Proposed Residential Class Specific Revenue	\$ 120,281,819.76
Requirement ¹	

Residential Base Rates on Current Tariff					
Monthly Fixed Charge (\$)	\$	50.72			
Distribution Volumetric Rate (\$/kWh)	\$	0.0441			

B Current Fixed/Variable Split

	Base Rates	Billing Determinants	Revenue	% of Total Revenue
Fixed	\$ 50.72	148,937	\$ 90,649,091.79	78.85%
Variable	\$ 0.0441	551,326,825	\$ 24,313,512.99	21.15%
TOTAL	-	-	\$ 114,962,604.78	-

C Calculating Test Year Base Rates

Number of Remaining Rate Design Policy Transition	
Years ²	3

	Test Year Revenue @ Current F/V Split	Test Year Base Rates @ Current F/V Split	Reconciliation - Test Year Base Rates @ Current F/V Split
Fixed	\$ 94,843,342.68	\$ 53.07	\$ 94,849,118.72
Variable	\$ 25,438,477.08	\$ 0.0461	\$ 25,416,166.64
TOTAL	\$ 120,281,819.76	-	\$ 120,265,285.36

	New F/V Split	Revenue @ new F/V Split	Final Adjusted Base Rates	Revenue econciliation @ Adjusted Rates
Fixed	85.90%	\$ 103,322,835.04	\$ 57.81	\$ 103,320,662.39
Variable	14.10%	\$ 16,958,984.72	\$ 0.0308	\$ 16,980,866.22
TOTAL	-	\$ 120,281,819.76	-	\$ 120,301,528.61

Checks ³						
Change in Fixed Rate	\$	4.74				
Difference Between Revenues @ Proposed Rates and		\$19,708.85				
Class Specific Revenue Requirement		0.02%				

Notes:

The final residential class specific revenue requirement, excluding allocated Miscellaneous Revenues, as shown on Sheet 11. Cost Allocation, should be used (i.e. the revenue requirement after any proposed adjustments to R/C ratios).

The distributor should enter the number of years remaining before the transition to fully fixed rates is completed. A distributor transitioning to fully fixed rates over a four year period and began the transition in 2016 would input the number "3" into cell D40. A distributor transitioning over a five-year period would input the number "4". Where the change in the residential rate design will result in the fixed charge increasing by more than \$4/year, a distributor may propose an additional transition year.

Change in fixed rate due to rate design policy should be less than \$4. The difference between the proposed class revenue requirement and the revenue at calculated base rates should be minimal (i.e. should be reasonably considered as a rounding error)

Filed: 2021-08-20 EB-2021-0032 HONI Distribution 2022 Rate Application Exhibit 2.3 Page 1 of 1

2022 REVENUE RECONCILIATION

This exhibit has been filed separately in MS Excel format.

Tab 3

Filed: 2021-08-20 EB-2021-0032 HONI Distribution 2022 Rate Application Exhibit 3.0 Page 1 of 3

Current UTR	Proceeding	Ne	etwork	Line	Tı	ransf
		9	S/kW	\$/kW	\$	/kW
2021 UTR (Jul 1 2021)	EB-2020-0251	\$	4.90	\$ 0.81	\$	2.65

	2018 Frcst Charge Det			Allocators: Sum	af Iradicide al Da											
	Network Lin		Transf	١	with Tx DP Peak	,	Network	(2018 Fc	Transmission Drecast Charge Det Line	terminants at Cu	rrent UTR) Total			2 Propose Conn	d RTSR Ra Netwrk	
						.=.										
SO Bill urrent UTR applied to ecast 2018 HONI-Tx arge Determinants)				63,112,464	55,578,669	63,916,166	\$	309,251,074	\$ 45,018,722	\$169,377,839	\$523,647,635		Netwk	Line	Transf	
,													•	•	\$/kW	
Rate Class	29,767,536	23,749,954	28,667,137	26,409,685	19,902,037	25,169,965	\$	129,407,454	\$ 16,120,650	\$ 66,700,407	\$212,228,511	40.5%	\$4.3473	\$0.6788	\$2.3267	
tail Rate Classes							\$	179,843,619	\$ 28,898,072	\$102,677,432	\$311,419,124	59.5%				
	kwh w loss kV	N w loss		CP Tx	CPdX								Netwk	Conn	Netwk	Conn
							Network		Connection				c/kwh	c/kwh		\$/kW
							\$	•								
		8,339,611					\$								\$2.4058	\$1.6886
							\$									
	,, -,						\$									
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	· · ·	0 000 505					\$						\$0.8060	\$0.6387	00 4457	#0.4000
	, , ,	2,833,565					\$						Φ0.0 7 00	# 0.0000	\$3.1157	\$2.1682
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e	rrent UTR applied to cast 2018 HONI-Tx arge Determinants) Rate Class	rrent UTR applied to cast 2018 HONI-Tx arge Determinants) Rate Class Dgen GSd GSe R1 R2 H940,740,405 R2 Seasonal UGd UGd UGe UR UR USL Street Light Determinants) 29,767,536 29,767,536 29,767,536 29,767,536 24,785,245,722 4,785,245,772 646,239,904 1,088,728,239 644,525,439 2,018,672,031 32,202,926 108,545,497	rrent UTR applied to cast 2018 HONI-Tx arge Determinants) Rate Class Dgen GSd GSe R1 R1 R2 Seasonal UGd UGd UGe UR UR UR UR UR UR USL Street Light Pare Class 29,767,536 23,749,954 29,767,536 23,749,954 24,785,245,736 24,785,245,772 24,785,245,772 24,785,245,772 25,283,565 24,785,245,772 25,283,565 24,785,245,772 25,283,565 24,785,245,772 25,283,565 24,785,245,772 25,283,565 24,785,245,772 25,283,565 25,283,565 25,283,565 25,283,565 25,283,565 25,283,565 25,283,565 25,283,565 25,283,565 25,283,565 25,283,565 25,283,565 25,283,565 25,283,565 25,283,565 25,283,565 23,749,954 20,959	rrent UTR applied to cast 2018 HONI-Tx arge Determinants) Rate Class 29,767,536 23,749,954 28,667,137 ail Rate Classes kwh w loss kW w loss Dgen 28,683,143 209,059 GSd 2,607,512,242 8,339,611 GSe 2,418,939,987 R1 4,940,740,405 R2 4,785,245,772 Seasonal 646,239,904 UGd 1,088,728,239 2,833,565 UGe 644,525,439 UR 2,018,672,031 USL 32,202,926 Street Light 108,545,497	rrent UTR applied to cast 2018 HONI-Tx arge Determinants) Rate Class Rate Class 29,767,536 23,749,954 28,667,137 26,409,685	rrent UTR applied to coast 2018 HONI-Tx arge Determinants) Rate Class 29,767,536 23,749,954 28,667,137 26,409,685 19,902,037 26,409,685 19,902,037 26,409,685 26,409,685 26,409,685 19,902,037 26,409,685 26,409,685 26,409,685 26,409,685 26,409,685 19,902,037 27,749,954 28,667,137 26,409,685 19,902,037 28,203 28,339,611 20,14% 20,114% 20	rrent UTR applied to coast 2018 HONI-Tx arge Determinants) Rate Class 29,767,536 23,749,954 28,667,137 26,409,685 19,902,037 25,169,965 28,683,143 209,059 GSd 2,607,512,242 8,339,611 GSe 2,418,939,987 R1 4,940,740,405 R2 4,785,245,772 Seasonal UGd UGd 1,088,728,239 2,833,565 UR USL USL Street Light 10,844 55,578,669 63,916,166 63,112,464 55,578,669 63,916,166 63,112,464 55,578,669 63,916,166 63,112,464 55,578,669 63,916,166 63,112,464 55,578,669 63,916,166 64,90,037 86,014% 0.13% 11.16% 10.10%	rrent UTR applied to cast 2018 HONI-Tx arge Determinants) Rate Class 29,767,536 23,749,954 28,667,137 26,409,685 19,902,037 25,169,965 \$ sail Rate Classes CP Tx	rrent UTR applied to cast 2018 HONI-Tx arge Determinants) Rate Class 29,767,536 23,749,954 28,667,137 26,409,685 19,902,037 25,169,965 \$ 129,407,454 \$ 179,843,619 Wh w loss W w loss CP Tx CPdX W W W W W W W W W	rrent UTR applied to cast 2018 HONI-Tx arge Determinants) Rate Class 29,767,536 23,749,954 28,667,137 26,409,685 19,902,037 25,169,965 \$ 129,407,454 \$ 16,120,650 \$ ail Rate Classes	rrent UTR applied to cast 2018 HONI-TX arge Determinants) Rate Class 29,767,536 23,749,954 28,667,137 26,409,685 19,902,037 25,169,965 \$ 129,407,454 \$ 16,120,650 \$ 66,700,407 \$ 28,683,143 209,059 \$ 0.14% 0.13% \$ 244,502 \$ 171,976.57 \$ 6Sd 2,418,939,987 \$ 10,91% 10,76% \$ 20,063,822 \$ 14,082,511.43 \$ 10,91% 10,76% \$ 50,743,435 \$ 37,758,702.74 \$ 28,22% 28,70% \$ 50,743,435 \$ 37,758,702.74 \$ 28,22% 28,309.04 \$ 10,91% 10,76% \$ 10,91% 10,76% \$ 50,743,435 \$ 37,758,702.74 \$ 28,22% 28,309.04 \$ 10,91% 10,76% \$ 10,91% 10,91% 10,76% \$ 10,91% 10,91% 10,76% \$ 10,91% 10,91% 10,76% \$ 10,91% 10,91	rrent UTR applied to cast 2018 HONI-TX arge Determinants) Rate Class 29,767,536	rrent UTR applied to cast 2018 HONI-TX arge Determinants) Rate Class 29,767,536 23,749,954 28,667,137 26,409,685 19,902,037 25,169,965 129,407,454 16,120,650 \$66,700,407 \$212,228,511 40.5% Network Connection Section Section	rrent UTR applied to cast 2018 HONL-Tx grey Determinants) Rate Class 29,767,536 23,749,954 28,667,137 26,409,685 19,902,037 25,169,965 129,407,454 \$16,120,650 \$66,700,407 \$212,228,511 40.5% \$179,843,619 \$28,898,072 \$102,677,432 \$311,419,124 \$55,58 Netwok S/kW Network Network Network Network Network Connection 28,683,143 209,059 0.14% 0.13% Network Network Network Sign GSe 2,418,939,987 2,607,512,242 8,339,611 11.16% 10.76% \$19,02,367 \$14,158,865,21 \$19,047,454 \$16,120,650 \$66,700,407 \$212,228,511 \$40.5% Network Connection \$11,16% 10,76% \$20,063,822 \$14,082,511,43 \$14,158,865,21 \$19,047,04,045 R1 4,940,740,405 R2 4,785,245,772 28,22% 28,70% \$50,743,435 \$37,758,702,74 4,940,740,405 Seasonal 640,239,904 4,785,245,772 25,566 26,05% Seasonal 640,239,904 1,088,728,239 2,833,565 4,91% 4,67% \$8,828,671 \$6,143,709,17 S10,640 1,088,728,239 2,833,565 4,91% 4,67% \$8,828,671 \$6,143,709,17 S11,155 80,8700 UR 2,018,672,031 10,056,956 10,0695 Street Light 100,546,497 100,546,497 100,546,497 100,546,497 100,546,497 100,546,497 100,546,497 100,546,497 100,546,497 100,546,497 413,043,74 45,018,722 100,6905 11,155 11,155 11,155 11,155 11,155 11,155	Frent UTR applied to cast 2018 HONI-Tx (rigo Determinants) Fig. 1.0 Fig	rrent UTR applied to cast 2018 HONLTX rigor Determinants) Rate Class 29,767,536 23,749,954 28,667,137 26,409,685 19,902,037 25,169,965 129,407,454 16,120,650 66,700,407 1212,228,511 40,5% 45,018,722 169,377,839 523,647,635 Netwk SikW SikW

^{*} RTSR Rates shown for demand billed customers are to be adjusted by the total loss factor, as approved by the Ontario Energy Board, and applied to non-loss adjusted charge determinants

Table 1
IESO charges
(2018 Charge Determinant Forecast at Current UTR*)

	Tx Network	Tx Line	Tx Transformation	Total IESO Bill	Share
IESO Bill	\$309,251,074	\$45,018,722	\$169,377,839	\$523,647,635	
ST	\$129,407,454	\$16,120,650	\$66,700,407	\$212,228,511	41%
Retail	\$179,843,619	\$28,898,072	\$102,677,432	\$311,419,124	59%
UR	\$22,517,537	\$3,590,579	\$12,757,649	\$38,865,766	
R1	\$50,743,435	\$8,292,985	\$29,465,717	\$88,502,138	
R2	\$45,961,604	\$7,527,778	\$26,746,869	\$80,236,252	
Seasonal	\$5,208,412	\$906,549	\$3,221,050	\$9,336,011	
UGe	\$5,607,614	\$852,660	\$3,029,577	\$9,489,851	
UGd	\$8,828,671	\$1,349,350	\$4,794,360	\$14,972,380	
GSe	\$19,622,356	\$3,109,727	\$11,049,138	\$33,781,221	
GSd	\$20,063,822	\$3,092,957	\$10,989,554	\$34,146,333	
DGen	\$244,502	\$37,771	\$134,205	\$416,478	
USL	\$218,867	\$34,300	\$121,871	\$375,038	
Street Light	\$726,673	\$90,717	\$322,326	\$1,139,717	
Sentinel Light	\$100,126	\$12,698	\$45,116	\$157,940	

^{*} Decision and Rate Order on 2021 UTRs in EB-2021-0176 dated June 24, 2021

Table 2 Proposed 2022 RTSR

RATE CLASS	Approv	ed 2021 Rates	Proposed 2022 Rates		
RAIE CLASS	Network	Line Connection	Network	Line Connection	
Urban (\$/kWh)	0.0089	0.0077	0.0112	0.0081	
R1 (\$/kWh)	0.0082	0.0073	0.0103	0.0076	
R2 (\$/kWh)	0.0077	0.0068	0.0096	0.0072	
Seasonal (\$/kWh)	0.0064	0.0061	0.0081	0.0064	
Urban General Service energy (\$/kWh	0.0070	0.0057	0.0087	0.0060	
Urban General Service demand (\$/kW	2.4926	2.0579	3.1157	2.1682	
General Service energy (\$/kWh)	0.0065	0.0056	0.0081	0.0059	
General Service demand (\$/kW)	1.9247	1.6028	2.4058	1.6886	
Distributed Generator (\$/kW)	0.9356	0.7808	1.1695	0.8226	
Unmetered Scattered Load (\$/kWh)	0.0054	0.0046	0.0068	0.0049	
Street Lights (\$/kWh)	0.0054	0.0036	0.0067	0.0038	
Sentinel Lights (\$/kWh)	0.0054	0.0037	0.0068	0.0039	
ST (\$/L\M\)	3.4778	0.8128 Line	4.3473	0.6788 Line	
ST (\$/kW)	3.4770	2.0458 Transf.	4.3473	2.3267 Transf.	

^{*} For customer classes that do not have separate proposed Line and Transformation charges, the Line Connection charges shown include Transformation charges

Tab 4

Filed: 2021-08-20 EB-2021-0032 HONI Distribution 2022 Rate Application Exhibit 4.0 Page 1 of 17

Hydro One Networks Inc. TARIFF OF RATES AND CHARGES

Effective and Implementation Date January 1, 2022
Approved on an Interim Basis

This schedule supersedes and replaces all previously approved schedules of Rates, Charges and Loss Factors

EB-2021-0032

RESIDENTIAL SERVICE CLASSIFICATIONS

A year-round residential customer classification applies to a customer's main place of abode and may include additional buildings served through the same meter, provided they are not rental income units. All of the following criteria must be met:

- 1. Occupant represents and warrants to Hydro One Networks Inc. that for so long as he/she has year-round residential rate status for the identified dwelling, he/she will not designate another property that he/she owns as a year-round residence for purposes of Hydro One rate classification.
- 2. Occupier must live in this residence for at least four (4) days of the week for eight (8) months of the year and the Occupier must not reside anywhere else for more than three (3) days a week during eight (8) months of the year.
- 3. The address of this residence must appear on documents such as the occupant's electric bill, driver's licence, credit card invoice, property tax bill, etc.
- 4. Occupants who are eligible to vote in Provincial of Federal elections must be enumerated for this purpose at the address of this residence.

Seasonal Residential customer classification is defined as any residential service that does not meet residential year-round criteria. It includes dwellings such as cottages, chalets and camps.

Class B consumers are defined in accordance with O. Reg. 429/04. Further servicing details are available in the distributor's conditions of Service.

APPLICATION

Hydro One Networks' residential service area is sub-divided into three density zones according to the following:

- Urban Density Zone is defined as areas containing 3,000 or more customers with a line density of at least 60 customers per circuit kilometer.
- Medium Density Zone is defined as areas containing 100 or more customers with a line density of at least 15 customers per circuit kilometer.
- · Low Density Zone is defined as areas other than Urban or Medium Density Zone.

The application of these rates and charges shall be in accordance with the Licence of the Distributor and any Code or Order of the Ontario Energy Board, and amendments thereto as approved by the Ontario Energy Board, which may be applicable to the administration of this schedule.

No rates and charges for the distribution of electricity and charges to meet the costs of any work or service done or furnished for the purpose of the distribution of electricity shall be made except as permitted by this schedule, unless required by the Distributor's Licence or a Code or Order of the Ontario Energy Board, and amendments thereto as approved by the Ontario Energy Board, or as specified herein.

Unless specifically noted, this schedule does not contain any charges for the electricity commodity, be it under the Regulated Price Plan, a contract with a retailer or the wholesale market price, as applicable. In addition, the charges in the MONTHLY RATES AND CHARGES - Regulatory Component of this schedule do not apply to a customer that is an embedded wholesale market participant.

It should be noted that this schedule does not list any charges, assessments or credits that are required by law to be invoiced by a distributor and that are not subject to Ontario Energy Board approval, such as the Global Adjustment and the HST.

YEAR-ROUND URBAN DENSITY - UR MONTHLY RATES AND CHARGES - Delivery Component

Service Charge	\$	37.62
Base Rate Adjustment to Recover Past Tax Amounts - effective until June 30, 2023	\$	0.83
Smart Metering Entity Charge - effective until December 31, 2022	\$	0.57
Retail Transmission Rate - Network Service Rate (see Note 4)	\$/kWh	0.0112
Retail Transmission Rate - Line and Transformation Connection Service Rate (see Note 5)	\$/kWh	0.0081
MONTHLY RATES AND CHARGES - Regulatory Component		
Wholesale Market Service Rate (WMS) - not including CBR (see Note 10)	\$/kWh	0.0030
Capacity Based Recovery (CBR) - Applicable for Class B Customers (see Note 10)	\$/kWh	0.0004
Rural or Remote Electricity Rate Protection Charge (RRRP) (see Note 10)	\$/kWh	0.0005
Standard Supply Service - Administrative Charge (if applicable)	\$	0.25
YEAR-ROUND MEDIUM DENSITY - R1** MONTHLY RATES AND CHARGES - Delivery Component		
Service Charge	\$	55.46
Base Rate Adjustment to Recover Past Tax Amounts - effective until June 30, 2023	\$	1.56
Smart Metering Entity Charge - effective until December 31, 2022	\$	0.57
Distribution Volumetric Rate	\$/kWh	0.0098
Retail Transmission Rate - Network Service Rate (see Note 4)	\$/kWh	0.0103
Retail Transmission Rate - Line and Transformation Connection Service Rate (see Note 5)	\$/kWh	0.0076

^{**}The rates set out above do not reflect the impact of the Distribution Rate Protection program on R1 customers per Ontario Regulation 198/17.

MONTHLY RATES AND CHARGES - Regulatory Component

Wholesale Market Service Rate (WMS) - not including CBR (see Note 10)	\$/kWh	0.0030
Capacity Based Recovery (CBR) - Applicable for Class B Customers (see Note 10)	\$/kWh	0.0004
Rural or Remote Electricity Rate Protection Charge (RRRP) (see Note 10)	\$/kWh	0.0005
Standard Supply Service - Administrative Charge (if applicable)	\$	0.25

YEAR-ROUND LOW DENSITY - R2** MONTHLY RATES AND CHARGES - Delivery Component

Service Charge*	\$	127.17
Base Rate Adjustment to Recover Past Tax Amounts - effective until June 30, 2023	\$	4.42
Smart Metering Entity Charge - effective until December 31, 2022	\$	0.57
Distribution Volumetric Rate	\$/kWh	0.0158
Retail Transmission Rate - Network Service Rate (see Note 4)	\$/kWh	0.0096
Retail Transmission Rate - Line and Transformation Connection Service Rate (see Note 5)	\$/kWh	0.0072

^{*}Under the Ontario Energy Board Act, 1998 and associated Regulations, every qualifying year-round customer with a principal residence is eligible to receive Rural of Remote Rate Protection (RRRP). The service charge shown for eligible R2 customers will be reduced by the applicable RRRP credit, currently at \$60.50.

MONTHLY RATES AND CHARGES - Regulatory Component

Wholesale Market Service Rate (WMS) - not including CBR (see Note 10)	\$/kWh	0.0030
Capacity Based Recovery (CBR) - Applicable for Class B Customers (see Note 10)	\$/kWh	0.0004
Rural or Remote Electricity Rate Protection Charge (RRRP) (see Note 10)	\$/kWh	0.0005
Standard Supply Service - Administrative Charge (if applicable)	\$	0.25

SEASONAL

Service Charge	\$	57.81
Base Rate Adjustment to Recover Past Tax Amounts - effective until June 30, 2023	\$	1.79
Smart Metering Entity Charge - effective until December 31, 2022	\$	0.57
Distribution Volumetric Rate	\$/kWh	0.0308
Retail Transmission Rate - Network Service Rate (see Note 4)	\$/kWh	0.0081
Retail Transmission Rate - Line and Transformation Connection Service Rate (see Note 5)	\$/kWh	0.0064
MONTHLY RATES AND CHARGES - Regulatory Component		
Wholesale Market Service Rate (WMS) - not including CBR (see Note 10)	\$/kWh	0.0030
Capacity Based Recovery (CBR) - Applicable for Class B Customers (see Note 10)	\$/kWh	0.0004
Rural or Remote Electricity Rate Protection Charge (RRRP) (see Note 10)	\$/kWh	0.0005
Standard Supply Service - Administrative Charge (if applicable)	\$	0.25

^{**}The rates set out above do not reflect the impact of the Distribution Rate Protection program on R2 customers per Ontario Regulation 198/17.

GENERAL SERVICE CLASSIFICATIONS

General Service classification applies to any service that does not fit the description of residential classes. It includes combination type services where a variety of uses are made of the service by the owner of one property, and all multiple services except residential. Class A and Class B consumers are defined in accordance with O. Reg. 429/04. Further servicing details are available in the distributor's Conditions of Service.

APPLICATION

Hydro One Networks' General Service area is sub-divided into two density zones according to the following:

- Urban Density Zone is defined as areas containing 3,000 or more customers with a line density of at least 60 customers per circuit kilometer.
- Non-Urban Density Zone is defined as areas other than Urban Density Zone.

The application of these rates and charges shall be in accordance with the Licence of the Distributor and any Code or Order of the Ontario Energy Board, and amendments thereto as approved by the Ontario Energy Board, which may be applicable to the administration of this schedule.

No rates and charges for the distribution of electricity and charges to meet the costs of any work or service done or furnished for the purpose of the distribution of electricity shall be made except as permitted by this schedule, unless required by the Distributor's Licence or a Code or Order of the Ontario Energy Board, and amendments thereto as approved by the Ontario Energy Board, or as specified herein.

Unless specifically noted, this schedule does not contain any charges for the electricity commodity, be it under the Regulated Price Plan, a contract with a retailer or the wholesale market price, as applicable. In addition, the charges in the MONTHLY RATES AND CHARGES - Regulatory Component of this schedule do not apply to a customer that is an embedded wholesale market participant.

If included in the following listing of monthly rates and charges, the rate rider for the disposition of WMS - Sub-account CBR Class B is not applicable to wholesale market participants (WMP), customers that transitioned between Class A and Class B during the variance account accumulation period, or to customers that were in Class A for the entire period. Customers who transitioned are to be charged or refunded their share of the variance disposed through customer specific billing adjustments. This rate rider is to be consistently applied for the entire period to the sunset date of the rate rider. In addition, this rate rider is applicable to all new Class B customers.

If included in the following listing of monthly rates and charges, the rate rider for the disposition of Global Adjustment is only applicable to non-RPP Class B customers. It is not applicable to WMP, customers that transitioned between Class A and Class B during the variance account accumulation period, or to customers that were in Class A for the entire period. Customers who transitioned are to be charged or refunded their share of the variance disposed through customer specific billing adjustments. This rate rider is to be consistently applied for the entire period to the sunset date of the rate rider. In addition, this rate rider is applicable to all new non-RPP Class B customers.

It should be noted that this schedule does not list any charges, assessments or credits that are required by law to be invoiced by a distributor and that are not subject to Ontario Energy Board approval, such as the Global Adjustment and the HST.

URBAN GENERAL SERVICE ENERGY BILLED - UGe

This classification applies to a non-residential account located in an Urban Density Zone whose average monthly maximum demand is less than, or is forecast to be less than, 50 kW.

MONTHLY RATES AND CHARGES - Delivery Component

Service Charge	\$	26.67
Base Rate Adjustment to Recover Past Tax Amounts - effective until June 30, 2023	\$	0.81
Smart Metering Entity Charge - effective until December 31, 2022 Distribution Volumetric Rate	\$ \$/kWh	0.57 0.0320
Base Rate Adjustment to Recover Past Tax Amounts - effective until June 30, 2023	\$/kWh	0.0010
Retail Transmission Rate - Network Service Rate (see Note 4)	\$/kWh	0.0087
Retail Transmission Rate - Line and Transformation Connection Service Rate (see Note 5)	\$/kWh	0.0060
MONTHLY RATES AND CHARGES - Regulatory Component		
Wholesale Market Service Rate (WMS) - not including CBR (see Note 10)	\$/kWh	0.0030
Capacity Based Recovery (CBR) - Applicable for Class B Customers (see Note 10)	\$/kWh	0.0004
Rural or Remote Electricity Rate Protection Charge (RRRP) (see Note 10)	\$/kWh	0.0005
Standard Supply Service - Administrative Charge (if applicable)	\$	0.25

GENERAL SERVICE ENERGY BILLED - GSe

This classification applies to a non-residential account not located in an Urban Density Zone whose average monthly maximum demand is less than, or is forecast to be less than, 50 kW.

Service Charge	\$	33.76
Base Rate Adjustment to Recover Past Tax Amounts - effective until June 30, 2023	\$	1.11
Smart Metering Entity Charge - effective until December 31, 2022 Distribution Volumetric Rate	\$ \$/kWh	0.57 0.0673
Base Rate Adjustment to Recover Past Tax Amounts - effective until June 30, 2023	\$/kWh	0.0022
Retail Transmission Rate - Network Service Rate (see Note 4)	\$/kWh	0.0081
Retail Transmission Rate - Line and Transformation Connection Service Rate (see Note 5)	\$/kWh	0.0059
MONTHLY RATES AND CHARGES - Regulatory Component		
Wholesale Market Service Rate (WMS) - not including CBR (see Note 10)	\$/kWh	0.0030
Capacity Based Recovery (CBR) - Applicable for Class B Customers (see Note 10)	\$/kWh	0.0004
Rural or Remote Electricity Rate Protection Charge (RRRP) (see Note 10)	\$/kWh	0.0005
Standard Supply Service - Administrative Charge (if applicable)	\$	0.25

URBAN GENERAL SERVICE DEMAND BILLED - UGd

This classification applies to a non-residential account located in an Urban Density Zone whose average monthly maximum demand is equal to or greater than, or is forecast to be equal to or greater than, 50 kW. Hydro One establishes billing determinants for demand customers' Distribution charges at the greater of 100 per cent of kW and 90 per cent of kVA where kVA metering is installed. When a customer's power factor is known to be less than 90 per cent, a kVA meter of equivalent electronic meter shall be used for measuring and billing.

MONTHLY RATES AND CHARGES - Delivery Component

Service Charge	\$	103.68
Base Rate Adjustment to Recover Past Tax Amounts - effective until June 30, 2023	\$	3.92
Distribution Volumetric Rate	\$/kW	11.0550
Base Rate Adjustment to Recover Past Tax Amounts - effective until June 30, 2023	\$/kW	0.4134
Retail Transmission Rate - Network Service Rate (see Note 4)	\$/kW	3.1157
Retail Transmission Rate - Line and Transformation Connection Service Rate (see Note 5)	\$/kW	2.1682
MONTHLY RATES AND CHARGES - Regulatory Component		
Wholesale Market Service Rate (WMS) - not including CBR (see Note 10)	\$/kWh	0.0030
Capacity Based Recovery (CBR) - Applicable for Class B Customers (see Note 10)	\$/kWh	0.0004
Rural or Remote Electricity Rate Protection Charge (RRRP) (see Note 10)	\$/kWh	0.0005
Standard Supply Service - Administrative Charge (if applicable)	\$	0.25

GENERAL SERVICE DEMAND BILLED - GSd

This classification applies to a non-residential account not located in an Urban Density Zone whose average monthly maximum demand is equal to or greater than, or is forecast to be equal to or greater than, 50 kW. Hydro One establishes billing determinants for demand customers' Distribution charges at the greater of 100 per cent of kW and 90 per cent of kVA where kVA metering is installed. When a customer's power factor is known to be less than 90 per cent, a kVA meter or other equivalent electronic meter shall be used for measuring and billing.

Service Charge	\$	112.47	
Base Rate Adjustment to Recover Past Tax Amounts - effective until June 30, 2023	\$	4.34	
Distribution Volumetric Rate	\$/kW	19.1798	
Base Rate Adjustment to Recover Past Tax Amounts - effective until June 30, 2023	\$/kW	0.7338	
Retail Transmission Rate - Network Service Rate (see Note 4)	\$/kW	2.4058	
Retail Transmission Rate - Line and Transformation Connection Service Rate (see Note 5)	\$/kW	1.6886	
MONTHLY RATES AND CHARGES - Regulatory Component			
Wholesale Market Service Rate (WMS) - not including CBR (see Note 10)	\$/kWh	0.0030	
Capacity Based Recovery (CBR) - Applicable for Class B Customers (see Note 10)	\$/kWh	0.0004	
Rural or Remote Electricity Rate Protection Charge (RRRP) (see Note 10)	\$/kWh	0.0005	
Standard Supply Service - Administrative Charge (if applicable)	\$	0.25	

DISTRIBUTED GENERATION - DGen

This classification applies to an embedded retail generation facility connected to the distribution system that is not classified as MicroFIT generation. Hydro One establishes billing determinants for demand customers' Distribution charges at the greater of 100 per cent of kW and 90 per cent of kVA where kVA metering is installed. When a customer's power factor is known to be less than 90 per cent, a kVA meter or other equivalent electronic meter shall be used for measuring and billing. Class A and Class B consumers are defined in accordance with O. Reg. 429/04.

Service Charge	\$	199.36
Base Rate Adjustment to Recover Past Tax Amounts - effective until June 30, 2023	\$	1.74
Distribution Volumetric Rate	\$/kW	10.7150
Base Rate Adjustment to Recover Past Tax Amounts - effective until June 30, 2023	\$/kW	0.0883
Retail Transmission Rate - Network Service Rate (see Note 4)	\$/kW	1.1695
Retail Transmission Rate - Line and Transformation Connection Service Rate (see Note 5)	\$/kW	0.8226
MONTHLY RATES AND CHARGES - Regulatory Component		
Wholesale Market Service Rate (WMS) - not including CBR (see Note 10)	\$/kWh	0.0030
Capacity Based Recovery (CBR) - Applicable for Class B Customers (see Note 10)	\$/kWh	0.0004
Rural or Remote Electricity Rate Protection Charge (RRRP) (see Note 10)	\$/kWh	0.0005
Standard Supply Service - Administrative Charge (if applicable)	\$	0.25

SUB TRANSMISSION - ST

This classification applies to either:

- Embedded supply to Local Distribution Companies (LDCs). "Embedded" meaning receiving supply via Hydro One
 Distribution assets, and where Hydro One is the host distributor to the embedded LDC. Situations where the LDC
 is supplied via Specific Facilities are included. OR
- Load which:
 - o is three-phase; and
 - is directly connected to and supplied from Hydro One Distribution assets between 44 kV and 13.8 kV inclusive; the meaning of "directly includes Hydro One not owning the local transformation; and
 - is greater than 500 kW (monthly measured maximum demand averaged over the most recent calendar year or whose forecasted monthly average demand over twelve consecutive months is greater than 500 kW).

Hydro One establishes billing determinants for demand customers' Distribution charges at the greater of 100 per cent of kW and 90 per cent of kVA where kVA metering is installed. When a customer's power factor is known to be less than 90 per cent, a kVA meter or other equivalent electronic meter shall be used for measuring and billing.

Class A and Class B consumers are defined in accordance with O. Reg. 429/04.

Service Charge	\$	606.51	
Base Rate Adjustment to Recover Past Tax Amounts - effective until June 30, 2023	\$	36.18	
Meter Charge (for Hydro One ownership) (see Note 9) Facility Charge for connection to Common ST Lines (44 kV to 13.8 kV) (see Notes 1, 8 and 11)	\$ \$/kW	761.93 1.6022	
Base Rate Adjustment to Recover Past Tax Amounts - effective until June 30, 2023	\$/kW	0.0540	
Facility Charge for connection to Specific ST Lines (44 kV to 13.8 kV) (see Note 2)	\$/km	626.0882	
Facility Charge for connection to high-voltage (> 13.8 kV secondary) delivery High Voltage Distribution Station (see Notes 1 and 11)	\$/kW	2.4058	
Facility Charge for connection to low-voltage (< 13.8 kV secondary) delivery High Voltage Distribution Station (see Notes 1 and 11)	\$/kW	4.0946	
Facility Charge for connection to low-voltage (< 13.8 kV secondary) Low Voltage Distribution Station (see Notes 3 and 11)	\$/kW	1.6888	
Retail Transmission Service Rates (see Notes 6 and 7)			
Retail Transmission Rate - Network Service Rate (see Note 4)	\$/kW	4.3473	
Retail Transmission Rate - Line Connection Service Rate (see Note 5)	\$/kW	0.6788	
Retail Transmission Rate - Transformation Connection Service Rate (see Note 5)	\$/kW	2.3267	
MONTHLY RATES AND CHARGES - Regulatory Component			
Wholesale Market Service Rate (WMS) - not including CBR (see Note 10)	\$/kWh	0.0030	
Capacity Based Recovery (CBR) - Applicable for Class B Customers (see Note 10)	\$/kWh	0.0004	
Rural or Remote Electricity Rate Protection Charge (RRRP) (see Note 10)	\$/kWh	0.0005	
Standard Supply Service - Administrative Charge (if applicable)	\$	0.25	

UNMETERED SCATTERED LOAD SERVICE CLASSIFICATION

This classification applies to an account taking electricity at 750 volts or less whose average monthly maximum demand is less than, or is forecast to be less than, 50 kW and the consumption is unmetered. The amount of electricity consumed by unmetered connections will be based on detailed information/documentation provided by the device's manufacturer and will be agreed to by Hydro One and the customer and may be subject to periodic monitoring of actual consumption. Eligible unmetered loads include cable TV amplifiers, bus shelters, telephone booths, traffic signals, railway crossings and other small fixed loads. Class B consumers are defined in accordance with O. Reg. 429/04. Further servicing details are available in the distributor's Conditions of Service.

APPLICATION

The application of these rates and charges shall be in accordance with the Licence of the Distributor and any Code or Order of the Ontario Energy Board, and amendments thereto as approved by the Ontario Energy Board, which may be applicable to the administration of this schedule.

No rates and charges for the distribution of electricity and charges to meet the costs of any work or service done or furnished for the purpose of the distribution of electricity shall be made except as permitted by this schedule, unless required by the Distributor's Licence or a Code or Order of the Ontario Energy Board, and amendments thereto as approved by the Ontario Energy Board, or as specified herein.

Unless specifically noted, this schedule does not contain any charges for the electricity commodity, be it under the Regulated Price Plan, a contract with a retailer or the wholesale market price, as applicable. In addition, the charges in the MONTHLY RATES AND CHARGES - Regulatory Component of this schedule do not apply to a customer that is an embedded wholesale market participant.

It should be noted that this schedule does not list any charges, assessments or credits that are required by law to be invoiced by a distributor and that are not subject to Ontario Energy Board approval, such as the Global Adjustment and the HST.

Service Charge	\$	39.38
Base Rate Adjustment to Recover Past Tax Amounts - effective until June 30, 2023	\$	0.89
Distribution Volumetric Rate	\$/kWh	0.0262
Base Rate Adjustment to Recover Past Tax Amounts - effective until June 30, 2023	\$/kWh	0.0006
Retail Transmission Rate - Network Service Rate (see Note 4) Retail Transmission Rate - Line and Transformation Connection Service Rate (see Note 5)	\$/kWh \$/kWh	0.0068 0.0049
MONTHLY RATES AND CHARGES - Regulatory Component		
Wholesale Market Service Rate (WMS) - not including CBR (see Note 10)	\$/kWh	0.0030
Capacity Based Recovery (CBR) - Applicable for Class B Customers (see Note 10)	\$/kWh	0.0004
Rural or Remote Electricity Rate Protection Charge (RRRP) (see Note 10)	\$/kWh	0.0005
Standard Supply Service - Administrative Charge (if applicable)	\$	0.25

SENTINEL LIGHTING SERVICE CLASSIFICATION

This classification is applicable to all Hydro One Networks' customers who have separate service to a sentinel light. The energy consumption for sentinel lights is estimated based on Networks' profile for sentinel lighting load, which provides the amount of time each month that the sentinel lights are operating. Class B consumers are defined in accordance to O. Reg. 429/04. Further servicing details are available in the distributor's Conditions of Service.

APPLICATION

The application of these rates and charges shall be in accordance with the Licence of the Distributor and any Code or Order of the Ontario Energy Board, and amendments thereto as approved by the Ontario Energy Board, which may be applicable to the administration of this schedule.

No rates and charges for the distribution of electricity and charges to meet the costs of any work or service done or furnished for the purpose of the distribution of electricity shall be made except as permitted by this schedule, unless required by the Distributor's Licence or a Code or Order of the Ontario Energy Board, and amendments thereto as approved by the Ontario Energy Board, or as specified herein.

Unless specifically noted, this schedule does not contain any charges for the electricity commodity, be it under the Regulated Price Plan, a contract with a retailer or the wholesale market price, as applicable. In addition, in should be noted that the charges in the MONTHLY RATES AND CHARGES - Regulatory Component of this schedule do not apply to a customer that is an embedded wholesale market participant.

It should be noted that this schedule does not list any charges, assessments or credits that are required by law to be invoiced by a distributor and that are not subject to Ontario Energy Board approval, such as the Global Adjustment and the HST.

Service Charge	\$	3.13
Base Rate Adjustment to Recover Past Tax Amounts - effective until June 30, 2023	\$	0.14
Distribution Volumetric Rate	\$/kWh	0.1702
Base Rate Adjustment to Recover Past Tax Amounts - effective until June 30, 2023	\$/kWh	0.0078
Retail Transmission Rate - Network Service Rate (see Note 4)	\$/kWh	0.0068
Retail Transmission Rate - Line and Transformation Connection Service Rate (see Note 5)	\$/kWh	0.0039
MONTHLY RATES AND CHARGES - Regulatory Component		
Wholesale Market Service Rate (WMS) - not including CBR (see Note 10)	\$/kWh	0.0030
Capacity Based Recovery (CBR) - Applicable for Class B Customers (see Note 10)	\$/kWh	0.0004
Rural or Remote Electricity Rate Protection Charge (RRRP) (see Note 10)	\$/kWh	0.0005
Standard Supply Service - Administrative Charge (if applicable)	\$	0.25

STREET LIGHTING SERVICE CLASSIFICATION

This classification is applicable to all Hydro One Networks' customers who have streetlights, which are devices owned by or operated for a road authority and/or municipal corporation. The energy consumption for street lights is estimated based on Networks' profile for street lighting load, which provides the amount of time each month that the street lights are operating. Class B consumers are defined in accordance with O. Reg. 429/04. Further servicing details are available in the distributor's Conditions of Service.

APPLICATION

The application of these rates and charges shall be in accordance with the Licence of the Distributor and any Code or Order of the Ontario Energy Board, and amendments thereto as approved by the Ontario Energy Board, which may be applicable to the administration of this schedule.

No rates and charges for the distribution of electricity and charges to meet the costs of any work or service done or furnished for the purpose of the distribution of electricity shall be made except as permitted by this schedule, unless required by the Distributor's Licence or a Code or Order of the Ontario Energy Board, and amendments thereto as approved by the Ontario Energy Board, or as specified herein.

Unless specifically noted, this schedule does not contain any charges for the electricity commodity, be it under the Regulated Price Plan, a contract with a retailer or the wholesale market price, as applicable. In addition, it should be noted that the charges in the MONTHLY RATES AND CHARGES - Regulatory Component of this schedule do not apply to a customer that is an embedded wholesale market participant.

It should be noted that this schedule does not list any charges, assessments or credits that are required by law to be invoiced by a distributor and that are not subject to Ontario Energy Board approval, such as the Global Adjustment and the HST.

Service Charge	\$	3.67
Base Rate Adjustment to Recover Past Tax Amounts - effective until June 30, 2023	\$	0.11
Distribution Volumetric Rate	\$/kWh	0.1121
Base Rate Adjustment to Recover Past Tax Amounts - effective until June 30, 2023	\$/kWh	0.0034
Retail Transmission Rate - Network Service Rate (see Note 4)	\$/kWh	0.0067
Retail Transmission Rate - Line and Transformation Connection Service Rate (see Note 5)	\$/kWh	0.0038
MONTHLY RATES AND CHARGES - Regulatory Component		
Wholesale Market Service Rate (WMS) - not including CBR (see Note 10)	\$/kWh	0.0030
Capacity Based Recovery (CBR) - Applicable for Class B Customers (see Note 10)	\$/kWh	0.0004
Rural or Remote Electricity Rate Protection Charge (RRRP) (see Note 10)	\$/kWh	0.0005
Standard Supply Service - Administrative Charge (if applicable)	\$	0.25

microFIT SERVICE CLASSIFICATION

This classification applies to an electricity generation facility contracted under the Independent Electricity System Operator's microFIT program and connected to the distributor's distribution system. Further servicing details are available in the distributor's Conditions of Service.

APPLICATION

The application of these rates and charges shall be in accordance with the Licence of the Distributor and any Code or Order of the Ontario Energy Board, and amendments thereto as approved by the Ontario Energy Board, which may be applicable to the administration of this schedule.

No rates and charges for the distribution of electricity and charges to meet the costs of any work or service done or furnished for the purpose of the distribution of electricity shall be made except as permitted by this schedule, unless required by the Distributor's Licence or a Code or Order of the Ontario Energy Board, and amendments thereto as approved by the Ontario Energy Board, or as specified herein.

Unless specifically noted, this schedule does not contain any charges for the electricity commodity, be it under the Regulated Price Plan, a contract with a retailer or the wholesale market price, as applicable.

It should be noted that this schedule does not list any charges, assessments or credits that are required by law to be invoiced by a distributor and that are not subject to Ontario Energy Board approval, such as the Global Adjustment and the HST.

MONTHLY RATES AND CHARGES - Delivery Component

Service Charge \$ 4.55

ALLOWANCES

CUSTOMER-SUPPLIED TRANSFORMATION ALLOWANCE

Applicable to customers providing their own transformers and the primary voltage is under 50 kV

Demand Billed - per kW of billing demand/month \$/kW (0.60) Energy Billed - per kWh of billing energy/month \$/kWh (0.0014)

TRANFORMER LOSS ALLOWANCE

Applicable to non-ST customers requiring a billing adjustment for transformer losses as the result of being metered on the primary side of a transformer. The following uniform values shall be applied to measured demand and energy to calculate transformer losses for voltages up to and including 50 kV (as metered on the primary side).

Applicable to ST customers requiring a billing adjustment for transformer losses as the result of being metered on the secondary side of a transformer. The uniform value of 1% shall be added to measured demand and energy (as measured on the secondary side) to adjust for transformer losses.

Alternately, transformer losses may be determined from transformer test data, and measured demand and energy adjusted accordingly.

For services which are not demand metered, an assumed demand of 50% of the transformer capacity will be used to calculate the loss allowance. Where several transformers are involved, the bank capacity is assumed to be the arithmetic sum of all transformer capacities.

LOSS FACTORS

Residential - UR	1.057
Residential - R1	1.076
Residential - R2	1.105
Residential - Seasonal	1.104
General Service - UGe	1.067
General Service - GSe	1.096
General Service - UGd	1.050
General Service - GSd	1.061
Distributed Generation - Dgen	1.061
Unmetered Scattered Load	1.092
Sentinel Lights	1.092
Street Lights	1.092
Sub Transmission - ST	
Distribution Loss Factors	
Embedded Delivery Points (metering at station)	1.000
Embedded Delivery Points (metering away from station)	1.028
Total Loss Factors	
Embedded Delivery Points (metering at station)	1.006
Embedded Delivery Points (metering away from station)	1.034

SPECIFIC SERVICE CHARGES

APPLICATION

The application of these rates and charges shall be in accordance with the Licence of the Distributor and any Code or Order of the Ontario Energy Board, and amendments thereto as approved by the Ontario Energy Board, which may be applicable to the administration of this schedule.

No charges to meet the costs of any work or service done or furnished for the purpose of the distribution of electricity shall be made except as permitted by this schedule, unless required by the Distributor's Licence or a Code or Order of the Ontario Energy Board, and amendments thereto as approved by the Ontario Energy Board, or as specified herein.

It should be noted that this schedule does not list any charges, assessments or credits that are required by law to be invoiced by a distributor and that are not subject to Ontario Energy Board approval, such as the Global Adjustment and the HST.

Customer Administration		
Easement letter - letter request	\$	92.51
Easement letter - web request	\$	25.00
Returned cheque charge	\$	7.00
Account set up charge/change of occupancy charge (plus credit agency costs, if applicable)	\$	38.00
Special meter reads (retailer requested off-cycle read)	\$	90.00
Meter dispute charge plus Measurement Canada fees (if meter found correct)	\$	30.00
Non-Payment of Account		
Late payment - per month (effective annual rate 19.56% per annum or 0.04896% compounded daily rate)	%	1.50
Collection - reconnect at meter - during regular hours	⁷⁰	65.00
Collection - reconnect at meter - during regular hours	\$	185.00
Collection - reconnect at meter - after regular hours Collection - reconnect at pole - during regular hours	\$	185.00
Collection - reconnect at pole - atter regular hours	\$ \$	415.00
Concention - reconnect at pole - after regular flours	φ	415.00
Other		
Service call - customer owned equipment - during regular hours	\$	210.00*
Service call - customer owned equipment - after regular hours	\$	775.00*
Temporary service install & remove - overhead - no transformer	\$	Actual Costs
Temporary service install & remove - underground - no transformer	\$	Actual Costs
Temporary service install & remove - overhead - with transformer	\$	Actual Costs
Specific charge for access to power poles - telecom	\$	44.50
Reconnect completed after regular hours (customer/contract driven) - at meter	\$	245.00
Reconnect completed after regular hours (customer/contract) driven) - at pole	\$	475.00
Additional service layout fee - basic/complex (more than one hour)	\$	595.20
Pipeline crossings	\$	2,499.29
Water crossings	\$	3,717.21
		\$4,965.66 plus
Railway crossings	\$	Railway
Trailway 0.000mg0	Ψ	Feedthrough
		Costs
Overhead line staking per meter	\$	4.42
Underground line staking per meter	\$	3.18
Subcable line staking per meter	\$	2.78
Central metering - new service <45 kw	\$	100.00
Conversion to central metering <45 kw	\$	1,612.75
Conversion to central metering >=45 kw	\$	1,512.75
Connection impact assessments - net metering	\$	3,329.86
Connection impact assessments - embedded LDC generators	\$	2,996.97
Connection impact assessments - small projects <= 500 kw	\$	3,405.38
Connection impact assessments - small projects <= 500 kw, simplified	\$	2,054.41
Connection impact assessments - greater than capacity allocation exempt projects - capacity allocation required projects	\$	9,011.83
Connection impact assessments - greater than capacity allocation exempt projects - TS review for LDC capacity allocation required projects	\$	5,969.89

Specific charge for access to power poles - LDC Specific charge for access to power poles - generators Specific charge for access to power poles - municipal streetlights Sentinel light rental charge Sentinel light pole rental charge	\$ \$ \$ \$	see below see below 2.04 10.00 7.00
*Base Charge only. Additional work on equipment will be based on actual costs.	*	1.00
Specific Charge for LDCs Access to the Power Poles (\$/pole/year)		
LDC rate for 10' of power space	\$	90.60
LDC rate for 15' of power space	\$	108.72
LDC rate for 20' of power space	\$	120.80
LDC rate for 25' of power space	\$	129.43
LDC rate for 30' of power space	\$	135.90
LDC rate for 35' of power space	\$	140.93
LDC rate for 40' of power space	\$	144.96
LDC rate for 45' of power space	\$	148.25
LDC rate for 50' of power space	\$	151.00
LDC rate for 55' of power space	\$	153.32
LDC rate for 60' of power space	\$	155.31
Specific Charge for Generator Access to the Power Poles (\$/pole/year)		
Generator rate for 10' of power space	\$	90.60
Generator rate for 15' of power space	\$	108.72
Generator rate for 20' of power space	\$	120.80
Generator rate for 25' of power space	\$	129.43
Generator rate for 30' of power space	\$	135.90
Generator rate for 35' of power space	\$	140.93
Generator rate for 40' of power space	\$	144.96
Generator rate for 45' of power space	\$	148.25
Generator rate for 50' of power space	\$	151.00
Generator rate for 55' of power space	\$	153.32
Generator rate for 60' of power space	\$	155.31

RETAIL SERVICE CHARGES (if applicable)

APPLICATION

The application of these rates and charges shall be in accordance with the Licence of the Distributor and any Code or Order of the Ontario Energy Board, and amendments thereto as approved by the Ontario Energy Board, which may be applicable to the administration of this schedule.

No rates and charges for the distribution of electricity and charges to meet the costs of any work or service done or furnished for the purpose of the distribution of electricity shall be made except as permitted by this schedule, unless required by the Distributor's Licence or a Code or Order of the Ontario Energy Board, and amendments thereto as approved by the Ontario Energy Board, or as specified herein.

Unless specifically noted, this schedule does not contain any charges for the electricity commodity, be it under the Regulated Price Plan, a contract with a retailer or the wholesale market price, as applicable.

It should be noted that this schedule does not list any charges, assessments or credits that are required by law to be invoiced by a distributor and that are not subject to Ontario Energy Board approval, such as the Global Adjustment and the HST.

Retail Service Charges refer to services provided by a distributor to retailers or customers related to the supply of competitive electricity.

One-time charge, per retailer, to establish the service agreement between the distributor and the retailer	\$	104.24
Monthly fixed charge, per retailer	\$	41.70
Monthly variable charge, per customer, per retailer	\$/cust.	1.04
Distributor-consolidated billing monthly charge, per customer, per retailer	\$/cust.	0.62
Retailer-consolidated billing monthly credit, per customer, per retailer	\$/cust.	(0.62)
Service Transaction Requests (STR)		
Request fee, per request, applied to the requesting party	\$	0.52
Processing fee, per request, applied to the requesting party	\$	1.04
Request for customer information as outlined in Section 10.6.3 and Chapter 11 of the Retail		
Settlement Code directly to retailers and customers, if not delivered electronically through the		
Electronic Business Transaction (EBT) system, applied to the requesting party		
Up to twice a year		no charge
More than twice a year, per request (plus incremental delivery costs)	\$	4.17
Notice of switch letter charge, per letter (unless the distributor has opted out of applying the charge as per the Ontario		2.00
Energy Board's Decision and Order EB-2015-0304, issued on February 14, 2019)	\$	2.08

NOTES

- The basis of the charge is the customer's monthly maximum demand. For an ST customer with multiple delivery
 points served from the same Transformer Station or High Voltage Distribution Station, the aggregated demand
 will be the applicable billing determinant. Demand is not aggregated between stations.
- 2. The basis of the charge is the customer's monthly maximum demand. For an ST customer with multiple delivery points served from the same Transformer Station or High Voltage Distribution Station, the aggregated demand will be the applicable billing determinant. Demand is not aggregated between stations.
- 3. The basis of the charge is the "non-coincident demand" at each delivery point of the customer supplied by the station. This is measured as the kW demand at the delivery point at the time in the month of maximum load on the delivery point. For a customer connected through two or more distribution stations, the total charge for the connection to the shared distribution stations is the sum of the relevant charges for each of the distribution stations.
- 4. The monthly billing determinant for the RTSR Network Service rate is:
 - a. For energy-only metered customers: the customer's metered energy consumption adjusted by the total loss factor as approved by the Ontario Energy Board.
 - b. For interval-metered customers: the peak demand from 7 AM to 7 PM (local time) on IESO business days in the billing period. The rates shown are to be adjusted by the total loss factor as approved by the Ontario Energy Board.
 - c. For non-interval-metered demand billed customers: the non-coincident peak demand in the billing period. The rates shown are to be adjusted by the total loss factor as approved by the Ontario Energy Board.
- 5. The monthly billing determinant for the RTSR Line and Transformation Connection Service rates:
 - a. For energy-only metered customers: the customer's metered energy consumption adjusted by the total loss factor as approved by the Ontario Energy Board.
 - b. For all demand billed customers: the non-coincident peak demand in the billing period. The rates shown are to be adjusted by the total loss factor as approved by the Ontario Energy Board.
 - c. For customers with load displacement generation above 1 MW, or 2 MW for renewable generation, installed after October 1998, RTSR connection is billed at the gross demand level.
- 6. Delivery point with respect to RTSR is defined as the low side of the Transformer Station that steps down voltage from above 50 kV to below 50 kV. For customer with multiple interval-metered delivery points served from the same Transformer Station, the aggregated demand at the said delivery points on the low side of the Transformer Station will be the applicable billing determinant.
- 7. The loss factors, and which connection service rates are applied, are determined based on the point at which the distribution utility or customer is metered for its connection to Hydro One Distribution's system. Hydro One Distribution's connection agreements with these distribution utilities and customers will establish the appropriate loss factors and connection rates to apply from Hydro One Distribution's tariff schedules.
- 8. The Common ST Lines rate also applies to Distributors which use lines in the 12.5 kV to 4.16 kV range from HVDSs or LVDSs.
- 9. The Meter charge is applied per metering facility at delivery points for which Hydro One owns the metering.
- 10. The Wholesale Market Service Rate and the Rural or Remote Electricity Rate Protection Charge are applied solely to non-Wholesale Market Participants. For Class A customers, distributors shall bill the actual CBDR costs to Class A customers in proportion to their contribution to peak. These rates pertain to the IESO's defined point of sale; consequently, appropriate loss factors as approved by the Ontario Energy Board must be applied to the customers metered energy.
- 11. For customers with load displacement generation at 1MW or above, or 2MW or above for renewable generation, installed after October 1998, the ST volumetric charges are billed at the gross demand level.

Filed: 2021-08-20 EB-2021-0032 HONI Distribution 2022 Rate Application Exhibit 4.1 Page 1 of 17

Hydro One Networks Inc. TARIFF OF RATES AND CHARGES

Effective and Implementation Date July 1, 2021
Approved on an Interim Basis

This schedule supersedes and replaces all previously approved schedules of Rates, Charges and Loss Factors

EB-2020-0194

RESIDENTIAL SERVICE CLASSIFICATIONS

A year-round residential customer classification applies to a customer's main place of abode and may include additional buildings served through the same meter, provided they are not rental income units. All of the following criteria must be met:

- Occupant represents and warrants to Hydro One Networks Inc. that for so long as he/she has year-round
 residential rate status for the identified dwelling, he/she will not designate another property that he/she owns as a
 year-round residence for purposes of Hydro One rate classification.
- 2. Occupier must live in this residence for at least four (4) days of the week for eight (8) months of the year and the Occupier must not reside anywhere else for more than three (3) days a week during eight (8) months of the year.
- 3. The address of this residence must appear on documents such as the occupant's electric bill, driver's licence, credit card invoice, property tax bill, etc.
- 4. Occupants who are eligible to vote in Provincial of Federal elections must be enumerated for this purpose at the address of this residence.

Seasonal Residential customer classification is defined as any residential service that does not meet residential year-round criteria. It includes dwellings such as cottages, chalets and camps.

Class B consumers are defined in accordance with O. Reg. 429/04. Further servicing details are available in the distributor's conditions of Service.

APPLICATION

Hydro One Networks' residential service area is sub-divided into three density zones according to the following:

- Urban Density Zone is defined as areas containing 3,000 or more customers with a line density of at least 60 customers per circuit kilometer.
- Medium Density Zone is defined as areas containing 100 or more customers with a line density of at least 15 customers per circuit kilometer.
- · Low Density Zone is defined as areas other than Urban or Medium Density Zone.

The application of these rates and charges shall be in accordance with the Licence of the Distributor and any Code or Order of the Ontario Energy Board, and amendments thereto as approved by the Ontario Energy Board, which may be applicable to the administration of this schedule.

No rates and charges for the distribution of electricity and charges to meet the costs of any work or service done or furnished for the purpose of the distribution of electricity shall be made except as permitted by this schedule, unless required by the Distributor's Licence or a Code or Order of the Ontario Energy Board, and amendments thereto as approved by the Ontario Energy Board, or as specified herein.

Unless specifically noted, this schedule does not contain any charges for the electricity commodity, be it under the Regulated Price Plan, a contract with a retailer or the wholesale market price, as applicable. In addition, the charges in the MONTHLY RATES AND CHARGES - Regulatory Component of this schedule do not apply to a customer that is an embedded wholesale market participant.

It should be noted that this schedule does not list any charges, assessments or credits that are required by law to be invoiced by a distributor and that are not subject to Ontario Energy Board approval, such as the Global Adjustment and the HST.

Effective and Implementation Date July 1, 2021 Approved on an Interim Basis

This schedule supersedes and replaces all previously approved schedules of Rates, Charges and Loss Factors

EB-2020-0194

YEAR-ROUND URBAN DENSITY - UR
MONTHLY RATES AND CHARGES - Delivery Component

Service Charge	\$	35.92
Base Rate Adjustment to Recover Past Tax Amounts - effective until June 30, 2023	\$	0.83
Smart Metering Entity Charge - effective until December 31, 2022	\$	0.57
Rate Rider for Disposition of Deferral/Variance Accounts (2021) – effective until December 31, 2021	\$	(0.14)
Rate Rider for Disposition of 2019 Earnings Sharing - effective until December 31, 2021	\$	(0.50)
Rate Rider for Disposition of Deferral/Variance Accounts (2021) – effective until December 31, 2021	\$/kWh	(0.0007)
Rate Rider for Disposition of Global Adjustment Account (2021) – effective until December 31, 2021 (see Note 13)	\$/kWh	(0.0039)
Retail Transmission Rate - Network Service Rate (see Note 4)	\$/kWh	0.0089
Retail Transmission Rate - Line and Transformation Connection Service Rate (see Note 5)	\$/kWh	0.0077

MONTHLY RATES AND CHARGES - Regulatory Component

Wholesale Market Service Rate (WMS) - not including CBR (see Note 12)	\$/kWh	0.0030
Capacity Based Recovery (CBR) - Applicable for Class B Customers (see Note 12)	\$/kWh	0.0004
Rural or Remote Electricity Rate Protection Charge (RRRP) (see Note 12)	\$/kWh	0.0005
Standard Supply Service - Administrative Charge (if applicable)	\$	0.25

YEAR-ROUND MEDIUM DENSITY - R1** MONTHLY RATES AND CHARGES - Delivery Component

Service Charge	\$	49.04
Base Rate Adjustment to Recover Past Tax Amounts - effective until June 30, 2023	\$	1.56
Smart Metering Entity Charge - effective until December 31, 2022	\$	0.57
Rate Rider for Disposition of Deferral/Variance Accounts (2021) – effective until December 31, 2021	\$	(0.14)
Rate Rider for Disposition of 2019 Earnings Sharing - effective until December 31, 2021	\$	(0.85)
Distribution Volumetric Rate	\$/kWh	0.0141
Rate Rider for Disposition of Deferral/Variance Accounts (2021) – effective until December 31, 2021	\$/kWh	(8000.0)
Rate Rider for Disposition of Global Adjustment Account (2021) – effective until December 31, 2021 (see Note 13)	\$/kWh	(0.0039)
Retail Transmission Rate - Network Service Rate (see Note 4)	\$/kWh	0.0082
Retail Transmission Rate - Line and Transformation Connection Service Rate (see Note 5)	\$/kWh	0.0073

^{**}The rates set out above do not reflect the impact of the Distribution Rate Protection program on R1 customers (per EB-2018-0192, Decision and Order, June 21, 2018)

MONTHLY RATES AND CHARGES - Regulatory Component

Wholesale Market Service Rate (WMS) - not including CBR (see Note 12)	\$/kWh	0.0030
Capacity Based Recovery (CBR) - Applicable for Class B Customers (see Note 12)	\$/kWh	0.0004
Rural or Remote Electricity Rate Protection Charge (RRRP) (see Note 12)	\$/kWh	0.0005
Standard Supply Service - Administrative Charge (if applicable)	\$	0.25

Effective and Implementation Date July 1, 2021 Approved on an Interim Basis

This schedule supersedes and replaces all previously approved schedules of Rates, Charges and Loss Factors

EB-2020-0194

YEAR-ROUND LOW DENSITY - R2**

MONTHLY RATES AND CHARGES - Delivery Component

Service Charge*	\$	113.64
Base Rate Adjustment to Recover Past Tax Amounts - effective until June 30, 2023	\$	4.42
Smart Metering Entity Charge - effective until December 31, 2022	\$	0.57
Rate Rider for Disposition of Deferral/Variance Accounts (2021) - effective until December 31, 2021	\$	(0.14)
Rate Rider for Disposition of 2019 Earnings Sharing - effective until December 31, 2021	\$	(1.92)
Distribution Volumetric Rate	\$/kWh	0.0227
Rate Rider for Disposition of Deferral/Variance Accounts (2021) – effective until December 31, 2021	\$/kWh	(0.0011)
Rate Rider for Disposition of Global Adjustment Account (2021) – effective until December 31, 2021 (see Note 13)	\$/kWh	(0.0039)
Retail Transmission Rate - Network Service Rate (see Note 4)	\$/kWh	0.0077
Retail Transmission Rate - Line and Transformation Connection Service Rate (see Note 5)	\$/kWh	0.0068

^{*}Under the Ontario Energy Board Act, 1998 and associated Regulations, every qualifying year-round customer with a principal residence is eligible to receive Rural of Remote Rate Protection (RRRP). The service charge shown for eligible R2 customers will be reduced by the applicable RRRP credit, currently at \$60.50.

MONTHLY RATES AND CHARGES - Regulatory Component

Wholesale Market Service Rate (WMS) - not including CBR (see Note 12)	\$/kWh	0.0030
Capacity Based Recovery (CBR) - Applicable for Class B Customers (see Note 12)	\$/kWh	0.0004
Rural or Remote Electricity Rate Protection Charge (RRRP) (see Note 12)	\$/kWh	0.0005
Standard Supply Service - Administrative Charge (if applicable)	\$	0.25

SEASONAL

MONTHLY RATES AND CHARGES - Delivery Component

Service Charge	\$	50.72
Base Rate Adjustment to Recover Past Tax Amounts - effective until June 30, 2023	\$	1.79
Smart Metering Entity Charge - effective until December 31, 2022	\$	0.57
Rate Rider for Disposition of Deferral/Variance Accounts (2021) – effective until December 31, 2021	\$	(0.14)
Rate Rider for Disposition of 2019 Earnings Sharing - effective until December 31, 2021	\$	(0.90)
Distribution Volumetric Rate	\$/kWh	0.0441
Rate Rider for Disposition of Deferral/Variance Accounts (2021) – effective until December 31, 2021	\$/kWh	(0.0023)
Rate Rider for Disposition of Global Adjustment Account (2021) – effective until December 31, 2021 (see Note 13)	\$/kWh	(0.0039)
Retail Transmission Rate - Network Service Rate (see Note 4)	\$/kWh	0.0064
Retail Transmission Rate - Line and Transformation Connection Service Rate (see Note 5)	\$/kWh	0.0061

MONTHLY RATES AND CHARGES - Regulatory Component

\$/kWh	0.0030
\$/kWh	0.0004
\$/kWh	0.0005
\$	0.25
	\$/kWh \$/kWh

^{**}The rates set out above do not reflect the impact of the Distribution Rate Protection program on R2 customers (per EB-2018-0192, Decision and Order, June 21, 2018)

Effective and Implementation Date July 1, 2021
Approved on an Interim Basis

This schedule supersedes and replaces all previously approved schedules of Rates, Charges and Loss Factors

EB-2020-0194

GENERAL SERVICE CLASSIFICATIONS

General Service classification applies to any service that does not fit the description of residential classes. It includes combination type services where a variety of uses are made of the service by the owner of one property, and all multiple services except residential. Class A and Class B consumers are defined in accordance with O. Reg. 429/04. Further servicing details are available in the distributor's Conditions of Service.

APPLICATION

Hydro One Networks' General Service area is sub-divided into two density zones according to the following:

- Urban Density Zone is defined as areas containing 3,000 or more customers with a line density of at least 60 customers per circuit kilometer.
- Non-Urban Density Zone is defined as areas other than Urban Density Zone.

The application of these rates and charges shall be in accordance with the Licence of the Distributor and any Code or Order of the Ontario Energy Board, and amendments thereto as approved by the Ontario Energy Board, which may be applicable to the administration of this schedule.

No rates and charges for the distribution of electricity and charges to meet the costs of any work or service done or furnished for the purpose of the distribution of electricity shall be made except as permitted by this schedule, unless required by the Distributor's Licence or a Code or Order of the Ontario Energy Board, and amendments thereto as approved by the Ontario Energy Board, or as specified herein.

Unless specifically noted, this schedule does not contain any charges for the electricity commodity, be it under the Regulated Price Plan, a contract with a retailer or the wholesale market price, as applicable. In addition, the charges in the MONTHLY RATES AND CHARGES - Regulatory Component of this schedule do not apply to a customer that is an embedded wholesale market participant.

If included in the following listing of monthly rates and charges, the rate rider for the disposition of WMS - Sub-account CBR Class B is not applicable to wholesale market participants (WMP), customers that transitioned between Class A and Class B during the variance account accumulation period, or to customers that were in Class A for the entire period. Customers who transitioned are to be charged or refunded their share of the variance disposed through customer specific billing adjustments. This rate rider is to be consistently applied for the entire period to the sunset date of the rate rider. In addition, this rate rider is applicable to all new Class B customers.

If included in the following listing of monthly rates and charges, the rate rider for the disposition of Global Adjustment is only applicable to non-RPP Class B customers. It is not applicable to WMP, customers that transitioned between Class A and Class B during the variance account accumulation period, or to customers that were in Class A for the entire period. Customers who transitioned are to be charged or refunded their share of the variance disposed through customer specific billing adjustments. This rate rider is to be consistently applied for the entire period to the sunset date of the rate rider. In addition, this rate rider is applicable to all new non-RPP Class B customers.

It should be noted that this schedule does not list any charges, assessments or credits that are required by law to be invoiced by a distributor and that are not subject to Ontario Energy Board approval, such as the Global Adjustment and the HST.

Effective and Implementation Date July 1, 2021 Approved on an Interim Basis

This schedule supersedes and replaces all previously approved schedules of Rates, Charges and Loss Factors

EB-2020-0194

0.25

URBAN GENERAL SERVICE ENERGY BILLED - UGe

This classification applies to a non-residential account located in an Urban Density Zone whose average monthly maximum demand is less than, or is forecast to be less than, 50 kW.

MONTHLY RATES AND CHARGES - Delivery Component

Service Charge	\$	25.59
Base Rate Adjustment to Recover Past Tax Amounts - effective until June 30, 2023	\$	0.81
Smart Metering Entity Charge - effective until December 31, 2022	\$	0.57
Rate Rider for Disposition of Deferral/Variance Accounts (2021) – effective until December 31, 2021	\$	(0.14)
Rate Rider for Disposition of 2019 Earnings Sharing - effective until December 31, 2021	\$	(0.36)
Distribution Volumetric Rate	\$/kWh	0.0306
Base Rate Adjustment to Recover Past Tax Amounts - effective until June 30, 2023	\$/kWh	0.0010
Rate Rider for Disposition of Deferral/Variance Accounts (2021) – effective until December 31, 2021	\$/kWh	(0.0003)
Rate Rider for Disposition of Global Adjustment Account (2021) – effective until December 31, 2021 (see Note 13)	\$/kWh	(0.0039)
Rate Rider for Disposition of 2019 Earnings Sharing - effective until December 31, 2021	\$/kWh	(0.0004)
Retail Transmission Rate - Network Service Rate (see Note 4)	\$/kWh	0.0070
Retail Transmission Rate - Line and Transformation Connection Service Rate (see Note 5)	\$/kWh	0.0057
MONTHLY RATES AND CHARGES - Regulatory Component		
Wholesale Market Service Rate (WMS) - not including CBR (see Note 12)	\$/kWh	0.0030
Capacity Based Recovery (CBR) - Applicable for Class B Customers (see Note 12)	\$/kWh	0.0004
Rural or Remote Electricity Rate Protection Charge (RRRP) (see Note 12)	\$/kWh	0.0005

GENERAL SERVICE ENERGY BILLED - GSe

Standard Supply Service - Administrative Charge (if applicable)

Standard Supply Service - Administrative Charge (if applicable)

This classification applies to a non-residential account not located in an Urban Density Zone whose average monthly maximum demand is less than, or is forecast to be less than, 50 kW.

MONTHLY RATES AND CHARGES - Delivery Component

Service Charge	\$	32.48
Base Rate Adjustment to Recover Past Tax Amounts - effective until June 30, 2023	\$	1.11
Smart Metering Entity Charge - effective until December 31, 2022	\$	0.57
Rate Rider for Disposition of Deferral/Variance Accounts (2021) – effective until December 31, 2021	\$	(0.14)
Rate Rider for Disposition of 2019 Earnings Sharing - effective until December 31, 2021	\$	(0.45)
Distribution Volumetric Rate	\$/kWh	0.0642
Base Rate Adjustment to Recover Past Tax Amounts - effective until June 30, 2023	\$/kWh	0.0022
Rate Rider for Disposition of Deferral/Variance Accounts (2021) – effective until December 31, 2021	\$/kWh	(0.0007)
Rate Rider for Disposition of Global Adjustment Account (2021) – effective until December 31, 2021 (see Note 13)	\$/kWh	(0.0039)
Rate Rider for Disposition of 2019 Earnings Sharing - effective until December 31, 2021	\$/kWh	(0.0009)
Retail Transmission Rate - Network Service Rate (see Note 4)	\$/kWh	0.0065
Retail Transmission Rate - Line and Transformation Connection Service Rate (see Note 5)	\$/kWh	0.0056
MONTHLY RATES AND CHARGES - Regulatory Component		
Wholesale Market Service Rate (WMS) - not including CBR (see Note 12)	\$/kWh	0.0030
Capacity Based Recovery (CBR) - Applicable for Class B Customers (see Note 12)	\$/kWh	0.0004
Rural or Remote Electricity Rate Protection Charge (RRRP) (see Note 12)	\$/kWh	0.0005

0.25

Effective and Implementation Date July 1, 2021 Approved on an Interim Basis

This schedule supersedes and replaces all previously approved schedules of Rates, Charges and Loss Factors

EB-2020-0194

URBAN GENERAL SERVICE DEMAND BILLED - UGd

This classification applies to a non-residential account located in an Urban Density Zone whose average monthly maximum demand is equal to or greater than, or is forecast to be equal to or greater than, 50 kW. Hydro One establishes billing determinants for demand customers' Distribution charges at the greater of 100 per cent of kW and 90 per cent of kVA where kVA metering is installed. When a customer's power factor is known to be less than 90 per cent, a kVA meter of equivalent electronic meter shall be used for measuring and billing.

MONTHLY RATES AND CHARGES - Delivery Component

Service Charge	\$	100.19
Base Rate Adjustment to Recover Past Tax Amounts - effective until June 30, 2023	\$	3.92
Rate Rider for Disposition of 2019 Earnings Sharing - effective until December 31, 2021	\$	(1.40)
Distribution Volumetric Rate	\$/kW	10.5601
Base Rate Adjustment to Recover Past Tax Amounts - effective until June 30, 2023	\$/kW	0.4134
Rate Rider for Disposition of Deferral/Variance Accounts (2021) – effective until December 31, 2021	\$/kW	0.1062
Rate Rider for Disposition of Global Adjustment Account (2021) – effective until December 31, 2021 (see Note 13)	\$/kWh	(0.0039)
Rate Rider for Disposition of 2019 Earnings Sharing - effective until December 31, 2021	\$/kW	(0.0004)
Retail Transmission Rate - Network Service Rate (see Note 4)	\$/kW	2.4926
Retail Transmission Rate - Line and Transformation Connection Service Rate (see Note 5)	\$/kW	2.0579
MONTHLY RATES AND CHARGES - Regulatory Component		
Wholesale Market Service Rate (WMS) - not including CBR (see Note 12)	\$/kWh	0.0030
Capacity Based Recovery (CBR) - Applicable for Class B Customers (see Note 12)	\$/kWh	0.0004
Rural or Remote Electricity Rate Protection Charge (RRRP) (see Note 12)	\$/kWh	0.0005
Standard Supply Service - Administrative Charge (if applicable)	\$	0.25

GENERAL SERVICE DEMAND BILLED - GSd

This classification applies to a non-residential account not located in an Urban Density Zone whose average monthly maximum demand is equal to or greater than, or is forecast to be equal to or greater than, 50 kW. Hydro One establishes billing determinants for demand customers' Distribution charges at the greater of 100 per cent of kW and 90 per cent of kVA where kVA metering is installed. When a customer's power factor is known to be less than 90 per cent, a kVA meter or other equivalent electronic meter shall be used for measuring and billing.

Service Charge	\$	108.28
Base Rate Adjustment to Recover Past Tax Amounts - effective until June 30, 2023	\$	4.34
Rate Rider for Disposition of 2019 Earnings Sharing - effective until December 31, 2021	\$	(1.52)
Distribution Volumetric Rate	\$/kW	18.3296
Base Rate Adjustment to Recover Past Tax Amounts - effective until June 30, 2023	\$/kW	0.7338
Rate Rider for Disposition of Deferral/Variance Accounts (2021) – effective until December 31, 2021	\$/kW	0.0117
Rate Rider for Disposition of Global Adjustment Account (2021) – effective until December 31, 2021 (see Note 13)	\$/kWh	(0.0039)
Rate Rider for Disposition of 2019 Earnings Sharing - effective until December 31, 2021	\$/kW	(0.2555)
Retail Transmission Rate - Network Service Rate (see Note 4)	\$/kW	1.9247
Retail Transmission Rate - Line and Transformation Connection Service Rate (see Note 5)	\$/kW	1.6028
MONTHLY RATES AND CHARGES - Regulatory Component		
Wholesale Market Service Rate (WMS) - not including CBR (see Note 12)	\$/kWh	0.0030
Capacity Based Recovery (CBR) - Applicable for Class B Customers (see Note 12)	\$/kWh	0.0004
Rural or Remote Electricity Rate Protection Charge (RRRP) (see Note 12)	\$/kWh	0.0005
Standard Supply Service - Administrative Charge (if applicable)	\$	0.25

Effective and Implementation Date July 1, 2021 Approved on an Interim Basis

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EB-2020-0194

DISTRIBUTED GENERATION - DGen

This classification applies to an embedded retail generation facility connected to the distribution system that is not classified as MicroFIT generation. Hydro One establishes billing determinants for demand customers' Distribution charges at the greater of 100 per cent of kW and 90 per cent of kVA where kVA metering is installed. When a customer's power factor is known to be less than 90 per cent, a kVA meter or other equivalent electronic meter shall be used for measuring and billing. Class A and Class B consumers are defined in accordance with O. Reg. 429/04.

Service Charge	\$	195.54
Base Rate Adjustment to Recover Past Tax Amounts - effective until June 30, 2023	\$	1.74
Rate Rider for Disposition of 2019 Earnings Sharing - effective until December 31, 2021	\$	(2.74)
Distribution Volumetric Rate	\$/kW	9.8163
Base Rate Adjustment to Recover Past Tax Amounts - effective until June 30, 2023	\$/kW	0.0883
Rate Rider for Disposition of Deferral/Variance Accounts (2021) – effective until December 31, 2021	\$/kW	(0.1359)
Rate Rider for Disposition of Global Adjustment Account (2021) – effective until December 31, 2021 (see Note 13)	\$/kWh	(0.0039)
Rate Rider for Disposition of 2019 Earnings Sharing - effective until December 31, 2021	\$/kW	(0.1365)
Retail Transmission Rate - Network Service Rate (see Note 4)	\$/kW	0.9356
Retail Transmission Rate - Line and Transformation Connection Service Rate (see Note 5)	\$/kW	0.7808
MONTHLY RATES AND CHARGES - Regulatory Component		
Wholesale Market Service Rate (WMS) - not including CBR (see Note 12)	\$/kWh	0.0030
Capacity Based Recovery (CBR) - Applicable for Class B Customers (see Note 12)	\$/kWh	0.0004
Rural or Remote Electricity Rate Protection Charge (RRRP) (see Note 12)	\$/kWh	0.0005
Standard Supply Service - Administrative Charge (if applicable)	\$	0.25

Effective and Implementation Date July 1, 2021 Approved on an Interim Basis

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SUB TRANSMISSION - ST

This classification applies to either:

- Embedded supply to Local Distribution Companies (LDCs). "Embedded" meaning receiving supply via Hydro One
 Distribution assets, and where Hydro One is the host distributor to the embedded LDC. Situations where the LDC
 is supplied via Specific Facilities are included. OR
- Load which:
 - o is three-phase; and
 - is directly connected to and supplied from Hydro One Distribution assets between 44 kV and 13.8 kV inclusive; the meaning of "directly includes Hydro One not owning the local transformation; and
 - is greater than 500 kW (monthly measured maximum demand averaged over the most recent calendar year or whose forecasted monthly average demand over twelve consecutive months is greater than 500 kW).

Hydro One establishes billing determinants for demand customers' Distribution charges at the greater of 100 per cent of kW and 90 per cent of kVA where kVA metering is installed. When a customer's power factor is known to be less than 90 per cent, a kVA meter or other equivalent electronic meter shall be used for measuring and billing.

Class A and Class B consumers are defined in accordance with O. Reg. 429/04.

Service Charge	\$	582.74
Base Rate Adjustment to Recover Past Tax Amounts - effective until June 30, 2023	\$	36.18
Meter Charge (for Hydro One ownership) (see Note 11)	\$	729.56
Rate Rider for Disposition of 2019 Earnings Sharing - effective until December 31, 2021	\$	(15.70)
Facility Charge for connection to Common ST Lines (44 kV to 13.8 kV) (see Notes 1, 8 and 14)	\$/kW	1.5335
Base Rate Adjustment to Recover Past Tax Amounts - effective until June 30, 2023	\$/kW	0.0540
Facility Charge for connection to Specific ST Lines (44 kV to 13.8 kV) (see Note 2)	\$/km	626.0882
Facility Charge for connection to high-voltage (> 13.8 kV secondary) delivery High Voltage Distribution Station (see Notes 1 and 14)	\$/kW	2.1154
Facility Charge for connection to low-voltage (< 13.8 kV secondary) delivery High Voltage Distribution Station (see Notes 1 and 14)	\$/kW	3.7825
Facility Charge for connection to low-voltage (< 13.8 kV secondary) Low Voltage Distribution Station (see Notes 3 and 14)	\$/kW	1.6671
Rate Rider for Disposition of Deferral/Variance Accounts (2021) – effective until December 31, 2021	\$/kW	0.9444
Rate Rider for Disposition of Deferral/Variance Accounts (Non WMP) (2021) – effective until December 31, 2021	\$/kW	(1.1389)
Rate Rider for Disposition of Global Adjustment Account (2021) – effective until December 31, 2021 (see Note 13)	\$/kWh	(0.0039)
Rate Rider for Disposition of 2019 Earnings Sharing - effective until December 31, 2021	\$/kW	(0.0219)
Retail Transmission Service Rates (see Notes 6 and 7)		
Retail Transmission Rate - Network Service Rate (see Note 4)	\$/kW	3.4778
Retail Transmission Rate - Line Connection Service Rate (see Note 5)	\$/kW	0.8128
Retail Transmission Rate - Transformation Connection Service Rate (see Note 5)	\$/kW	2.0458
MONTHLY RATES AND CHARGES - Regulatory Component		
Wholesale Market Service Rate (WMS) - not including CBR (see Note 12) Capacity Based Recovery (CBR) - Applicable for Class B Customers (see Note 12) Rural or Remote Electricity Rate Protection Charge (RRRP) (see Note 12) Standard Supply Service - Administrative Charge (if applicable)	\$/kWh \$/kWh \$/kWh \$	0.0030 0.0004 0.0005 0.25

Effective and Implementation Date July 1, 2021 Approved on an Interim Basis

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UNMETERED SCATTERED LOAD SERVICE CLASSIFICATION

This classification applies to an account taking electricity at 750 volts or less whose average monthly maximum demand is less than, or is forecast to be less than, 50 kW and the consumption is unmetered. The amount of electricity consumed by unmetered connections will be based on detailed information/documentation provided by the device's manufacturer and will be agreed to by Hydro One and the customer and may be subject to periodic monitoring of actual consumption. Eligible unmetered loads include cable TV amplifiers, bus shelters, telephone booths, traffic signals, railway crossings and other small fixed loads. Class B consumers are defined in accordance with O. Reg. 429/04. Further servicing details are available in the distributor's Conditions of Service.

APPLICATION

The application of these rates and charges shall be in accordance with the Licence of the Distributor and any Code or Order of the Ontario Energy Board, and amendments thereto as approved by the Ontario Energy Board, which may be applicable to the administration of this schedule.

No rates and charges for the distribution of electricity and charges to meet the costs of any work or service done or furnished for the purpose of the distribution of electricity shall be made except as permitted by this schedule, unless required by the Distributor's Licence or a Code or Order of the Ontario Energy Board, and amendments thereto as approved by the Ontario Energy Board, or as specified herein.

Unless specifically noted, this schedule does not contain any charges for the electricity commodity, be it under the Regulated Price Plan, a contract with a retailer or the wholesale market price, as applicable. In addition, the charges in the MONTHLY RATES AND CHARGES - Regulatory Component of this schedule do not apply to a customer that is an embedded wholesale market participant.

It should be noted that this schedule does not list any charges, assessments or credits that are required by law to be invoiced by a distributor and that are not subject to Ontario Energy Board approval, such as the Global Adjustment and the HST.

Service Charge Base Rate Adjustment to Recover Past Tax Amounts - effective until June 30, 2023	\$ \$	37.58 0.89
Rate Rider for Disposition of 2019 Earnings Sharing - effective until December 31, 2021	\$	(0.53)
Distribution Volumetric Rate	\$/kWh	0.0251
Base Rate Adjustment to Recover Past Tax Amounts - effective until June 30, 2023	\$/kWh	0.0006
Rate Rider for Disposition of Deferral/Variance Accounts (2021) – effective until December 31, 2021	\$/kWh	0.0001
Rate Rider for Disposition of Global Adjustment Account (2021) – effective until December 31, 2021 (see Note 13)	\$/kWh	(0.0039)
Rate Rider for Disposition of 2019 Earnings Sharing - effective until December 31, 2021	\$/kWh	(0.0004)
Retail Transmission Rate - Network Service Rate (see Note 4)	\$/kWh	0.0054
Retail Transmission Rate - Line and Transformation Connection Service Rate (see Note 5)	\$/kWh	0.0046
MONTHLY RATES AND CHARGES - Regulatory Component		
Wholesale Market Service Rate (WMS) - not including CBR (see Note 12)	\$/kWh	0.0030
Capacity Based Recovery (CBR) - Applicable for Class B Customers (see Note 12)	\$/kWh	0.0004
Rural or Remote Electricity Rate Protection Charge (RRRP) (see Note 12)	\$/kWh	0.0005
Standard Supply Service - Administrative Charge (if applicable)	\$	0.25

Effective and Implementation Date July 1, 2021 Approved on an Interim Basis

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SENTINEL LIGHTING SERVICE CLASSIFICATION

This classification is applicable to all Hydro One Networks' customers who have separate service to a sentinel light. The energy consumption for sentinel lights is estimated based on Networks' profile for sentinel lighting load, which provides the amount of time each month that the sentinel lights are operating. Class B consumers are defined in accordance to O. Reg. 429/04. Further servicing details are available in the distributor's Conditions of Service.

APPLICATION

The application of these rates and charges shall be in accordance with the Licence of the Distributor and any Code or Order of the Ontario Energy Board, and amendments thereto as approved by the Ontario Energy Board, which may be applicable to the administration of this schedule.

No rates and charges for the distribution of electricity and charges to meet the costs of any work or service done or furnished for the purpose of the distribution of electricity shall be made except as permitted by this schedule, unless required by the Distributor's Licence or a Code or Order of the Ontario Energy Board, and amendments thereto as approved by the Ontario Energy Board, or as specified herein.

Unless specifically noted, this schedule does not contain any charges for the electricity commodity, be it under the Regulated Price Plan, a contract with a retailer or the wholesale market price, as applicable. In addition, in should be noted that the charges in the MONTHLY RATES AND CHARGES - Regulatory Component of this schedule do not apply to a customer that is an embedded wholesale market participant.

It should be noted that this schedule does not list any charges, assessments or credits that are required by law to be invoiced by a distributor and that are not subject to Ontario Energy Board approval, such as the Global Adjustment and the HST.

Service Charge	\$	2.86
Base Rate Adjustment to Recover Past Tax Amounts - effective until June 30, 2023	\$	0.14
Rate Rider for Disposition of 2019 Earnings Sharing - effective until December 31, 2021	\$	(0.04)
Distribution Volumetric Rate	\$/kWh	0.1556
Base Rate Adjustment to Recover Past Tax Amounts - effective until June 30, 2023	\$/kWh	0.0078
Rate Rider for Disposition of Deferral/Variance Accounts (2021) – effective until December 31, 2021	\$/kWh	(0.0021)
Rate Rider for Disposition of Global Adjustment Account (2021) – effective until December 31, 2021 (see Note 13)	\$/kWh	(0.0039)
Rate Rider for Disposition of 2019 Earnings Sharing - effective until December 31, 2021	\$/kWh	(0.0022)
Retail Transmission Rate - Network Service Rate (see Note 4)	\$/kWh	0.0054
Retail Transmission Rate - Line and Transformation Connection Service Rate (see Note 5)	\$/kWh	0.0037
MONTHLY RATES AND CHARGES - Regulatory Component		
Wholesale Market Service Rate (WMS) - not including CBR (see Note 12)	\$/kWh	0.0030
Capacity Based Recovery (CBR) - Applicable for Class B Customers (see Note 12)	\$/kWh	0.0004
Rural or Remote Electricity Rate Protection Charge (RRRP) (see Note 12)	\$/kWh	0.0005
Standard Supply Service - Administrative Charge (if applicable)	\$	0.25

Effective and Implementation Date July 1, 2021 Approved on an Interim Basis

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STREET LIGHTING SERVICE CLASSIFICATION

This classification is applicable to all Hydro One Networks' customers who have streetlights, which are devices owned by or operated for a road authority and/or municipal corporation. The energy consumption for street lights is estimated based on Networks' profile for street lighting load, which provides the amount of time each month that the street lights are operating. Class B consumers are defined in accordance with O. Reg. 429/04. Further servicing details are available in the distributor's Conditions of Service.

APPLICATION

The application of these rates and charges shall be in accordance with the Licence of the Distributor and any Code or Order of the Ontario Energy Board, and amendments thereto as approved by the Ontario Energy Board, which may be applicable to the administration of this schedule

No rates and charges for the distribution of electricity and charges to meet the costs of any work or service done or furnished for the purpose of the distribution of electricity shall be made except as permitted by this schedule, unless required by the Distributor's Licence or a Code or Order of the Ontario Energy Board, and amendments thereto as approved by the Ontario Energy Board, or as specified herein.

Unless specifically noted, this schedule does not contain any charges for the electricity commodity, be it under the Regulated Price Plan, a contract with a retailer or the wholesale market price, as applicable. In addition, it should be noted that the charges in the MONTHLY RATES AND CHARGES - Regulatory Component of this schedule do not apply to a customer that is an embedded wholesale market participant.

It should be noted that this schedule does not list any charges, assessments or credits that are required by law to be invoiced by a distributor and that are not subject to Ontario Energy Board approval, such as the Global Adjustment and the HST.

Service Charge	\$	3.50
Base Rate Adjustment to Recover Past Tax Amounts - effective until June 30, 2023	\$	0.11
Rate Rider for Disposition of 2019 Earnings Sharing - effective until December 31, 2021	\$	(0.05)
Distribution Volumetric Rate	\$/kWh	0.1071
Base Rate Adjustment to Recover Past Tax Amounts - effective until June 30, 2023	\$/kWh	0.0034
Rate Rider for Disposition of Deferral/Variance Accounts (2021) – effective until December 31, 2021	\$/kWh	(0.0009)
Rate Rider for Disposition of Global Adjustment Account (2021) – effective until December 31, 2021 (see Note 13)	\$/kWh	(0.0039)
Rate Rider for Disposition of 2019 Earnings Sharing - effective until December 31, 2021	\$/kWh	(0.0015)
Retail Transmission Rate - Network Service Rate (see Note 4)	\$/kWh	0.0054
Retail Transmission Rate - Line and Transformation Connection Service Rate (see Note 5)	\$/kWh	0.0036
MONTHLY RATES AND CHARGES - Regulatory Component		
Wholesale Market Service Rate (WMS) - not including CBR (see Note 12)	\$/kWh	0.0030
Capacity Based Recovery (CBR) - Applicable for Class B Customers (see Note 12)	\$/kWh	0.0004
Rural or Remote Electricity Rate Protection Charge (RRRP) (see Note 12)	\$/kWh	0.0005
Standard Supply Service - Administrative Charge (if applicable)	\$	0.25

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microFIT SERVICE CLASSIFICATION

This classification applies to an electricity generation facility contracted under the Independent Electricity System Operator's microFIT program and connected to the distributor's distribution system. Further servicing details are available in the distributor's Conditions of Service.

APPLICATION

The application of these rates and charges shall be in accordance with the Licence of the Distributor and any Code or Order of the Ontario Energy Board, and amendments thereto as approved by the Ontario Energy Board, which may be applicable to the administration of this schedule.

No rates and charges for the distribution of electricity and charges to meet the costs of any work or service done or furnished for the purpose of the distribution of electricity shall be made except as permitted by this schedule, unless required by the Distributor's Licence or a Code or Order of the Ontario Energy Board, and amendments thereto as approved by the Ontario Energy Board, or as specified herein.

Unless specifically noted, this schedule does not contain any charges for the electricity commodity, be it under the Regulated Price Plan, a contract with a retailer or the wholesale market price, as applicable.

It should be noted that this schedule does not list any charges, assessments or credits that are required by law to be invoiced by a distributor and that are not subject to Ontario Energy Board approval, such as the Global Adjustment and the HST.

MONTHLY RATES AND CHARGES - Delivery Component

Service Charge \$ 4.55

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ALLOWANCES

CUSTOMER-SUPPLIED TRANSFORMATION ALLOWANCE

Applicable to customers providing their own transformers and the primary voltage is under 50 kV

Demand Billed - per kW of billing demand/month \$\text{kW}\$ (0.60)
Energy Billed - per kWh of billing energy/month \$\text{kW}\$ (0.0014)

TRANFORMER LOSS ALLOWANCE

Applicable to non-ST customers requiring a billing adjustment for transformer losses as the result of being metered on the primary side of a transformer. The following uniform values shall be applied to measured demand and energy to calculate transformer losses for voltages up to and including 50 kV (as metered on the primary side).

For installations up to and including bank capacity of 400 kVA % (1.50)
For bank capacities over 400 kVA % (1.00)

Applicable to ST customers requiring a billing adjustment for transformer losses as the result of being metered on the secondary side of a transformer. The uniform value of 1% shall be added to measured demand and energy (as measured on the secondary side) to adjust for transformer losses

Alternately, transformer losses may be determined from transformer test data, and measured demand and energy adjusted accordingly.

For services which are not demand metered, an assumed demand of 50% of the transformer capacity will be used to calculate the loss allowance. Where several transformers are involved, the bank capacity is assumed to be the arithmetic sum of all transformer capacities.

LOSS FACTORS

Residential - UR	1.057
Residential - R1	1.076
Residential - R2	1.105
Residential - Seasonal	1.104
General Service - UGe	1.067
General Service - GSe	1.096
General Service - UGd	1.050
General Service - GSd	1.061
Distributed Generation - Dgen	1.061
Unmetered Scattered Load	1.092
Sentinel Lights	1.092
Street Lights	1.092
Sub Transmission - ST	
Distribution Loss Factors	
Embedded Delivery Points (metering at station)	1.000
Embedded Delivery Points (metering away from station)	1.028
Total Loss Factors	
Embedded Delivery Points (metering at station)	1.006
Embedded Delivery Points (metering away from station)	1.034

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SPECIFIC SERVICE CHARGES

APPLICATION

The application of these rates and charges shall be in accordance with the Licence of the Distributor and any Code or Order of the Ontario Energy Board, and amendments thereto as approved by the Ontario Energy Board, which may be applicable to the administration of this schedule.

No charges to meet the costs of any work or service done or furnished for the purpose of the distribution of electricity shall be made except as permitted by this schedule, unless required by the Distributor's Licence or a Code or Order of the Ontario Energy Board, and amendments thereto as approved by the Ontario Energy Board, or as specified herein.

It should be noted that this schedule does not list any charges, assessments or credits that are required by law to be invoiced by a distributor and that are not subject to Ontario Energy Board approval, such as the Global Adjustment and the HST.

Customer Administration		
Easement letter - letter request	\$	91.12
Easement letter - web request	\$	25.00
Returned cheque charge	\$	7.00
Account set up charge/change of occupancy charge (plus credit agency costs, if applicable)	\$	38.00
Special meter reads (retailer requested off-cycle read)	\$	90.00
	•	
Meter dispute charge plus Measurement Canada fees (if meter found correct)	\$	30.00
Non-Payment of Account (see Note 15)		
Late payment - per month (effective annual rate 19.56% per annum or 0.04896% compounded daily rate)	%	1.50
Collection - reconnect at meter - during regular hours	\$	65.00
Collection - reconnect at meter - after regular hours	\$	185.00
Collection - reconnect at pole - during regular hours	\$	185.00
Collection - reconnect at pole - after regular hours	\$	415.00
Other		
Service call - customer owned equipment - during regular hours	\$	210.00*
Service call - customer owned equipment - after regular hours	\$	775.00*
Temporary service install & remove - overhead - no transformer	\$	Actual Costs
Temporary service install & remove - underground - no transformer	\$	Actual Costs
Temporary service install & remove - overhead - with transformer	\$	Actual Costs
Specific charge for access to power poles - telecom	\$	44.50
Reconnect completed after regular hours (customer/contract driven) - at meter	\$	245.00
Reconnect completed after regular hours (customer/contract) driven) - at pole	\$	475.00
Additional service layout fee - basic/complex (more than one hour)	\$	586.72
Pipeline crossings	\$	2.465.43
Water crossings	\$	3.668.82
·	•	7,222
		\$4,899.24 plus
Railway crossings	\$	Railway
		Feedthrough Costs
		Costs
Overhead line staking per meter	\$	4.36
Underground line staking per meter	\$	3.14
Subcable line staking per meter	\$	2.74
Central metering - new service <45 kw	\$	100.00
Conversion to central metering <45 kw	\$	1,593.19
Conversion to central metering >=45 kw	\$	1,493.19
Connection impact assessments - net metering	\$	3,285.66
Connection impact assessments - embedded LDC generators	\$	2,960.07
Connection impact assessments - small projects <= 500 kw	\$	3,361.46
Connection impact assessments - small projects <= 500 kw, simplified	\$	2,028.44
Connection impact assessments - greater than capacity allocation exempt projects - capacity allocation required projects	\$	8,890.57

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Connection impact assessments - greater than capacity allocation exempt projects - TS review for LDC capacity allocation required projects	\$ 5,895.15
Specific charge for access to power poles - LDC	\$ see below
Specific charge for access to power poles - generators	\$ see below
Specific charge for access to power poles - municipal streetlights	\$ 2.04
Sentinel light rental charge	\$ 10.00
Sentinel light pole rental charge	\$ 7.00
*Base Charge only. Additional work on equipment will be based on actual costs.	
Specific Charge for LDCs Access to the Power Poles (\$/pole/year)	
LDC rate for 10' of power space	\$ 89.24
LDC rate for 15' of power space	\$ 107.09
LDC rate for 20' of power space	\$ 118.99
LDC rate for 25' of power space	\$ 127.49
LDC rate for 30' of power space	\$ 133.86
LDC rate for 35' of power space	\$ 138.82
LDC rate for 40' of power space	\$ 142.79
LDC rate for 45' of power space	\$ 146.03
LDC rate for 50' of power space	\$ 148.74
LDC rate for 55' of power space	\$ 151.03
LDC rate for 60' of power space	\$ 152.99
Specific Charge for Generator Access to the Power Poles (\$/pole/year)	
Generator rate for 10' of power space	\$ 89.24
Generator rate for 15' of power space	\$ 107.09
Generator rate for 20' of power space	\$ 118.99
Generator rate for 25' of power space	\$ 127.49
Generator rate for 30' of power space	\$ 133.86
Generator rate for 35' of power space	\$ 138.82
Generator rate for 40' of power space	\$ 142.79
Generator rate for 45' of power space	\$ 146.03
Generator rate for 50' of power space	\$ 148.74
Generator rate for 55' of power space	\$ 151.03
Generator rate for 60' of power space	\$ 152.99

Effective and Implementation Date July 1, 2021 Approved on an Interim Basis

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RETAIL SERVICE CHARGES (if applicable)

APPLICATION

The application of these rates and charges shall be in accordance with the Licence of the Distributor and any Code or Order of the Ontario Energy Board, and amendments thereto as approved by the Ontario Energy Board, which may be applicable to the administration of this schedule.

No rates and charges for the distribution of electricity and charges to meet the costs of any work or service done or furnished for the purpose of the distribution of electricity shall be made except as permitted by this schedule, unless required by the Distributor's Licence or a Code or Order of the Ontario Energy Board, and amendments thereto as approved by the Ontario Energy Board, or as specified herein.

Unless specifically noted, this schedule does not contain any charges for the electricity commodity, be it under the Regulated Price Plan, a contract with a retailer or the wholesale market price, as applicable.

It should be noted that this schedule does not list any charges, assessments or credits that are required by law to be invoiced by a distributor and that are not subject to Ontario Energy Board approval, such as the Global Adjustment and the HST.

Retail Service Charges refer to services provided by a distributor to retailers or customers related to the supply of competitive electricity

One-time charge, per retailer, to establish the service agreement between the distributor and the retailer	\$ 104.24
Monthly fixed charge, per retailer	\$ 41.70
Monthly variable charge, per customer, per retailer	\$ 1.04
Distributor-consolidated billing monthly charge, per customer, per retailer	\$ 0.62
Retailer-consolidated billing monthly credit, per customer, per retailer	\$ (0.62)
Service Transaction Requests (STR)	
Request fee, per request, applied to the requesting party	\$ 0.52
Processing fee, per request, applied to the requesting party	\$ 1.04
Request for customer information as outlined in Section 10.6.3 and Chapter 11 of the Retail	
Settlement Code directly to retailers and customers, if not delivered electronically through the	
Electronic Business Transaction (EBT) system, applied to the requesting party	
Up to twice a year	\$ no charge
More than twice a year, per request (plus incremental delivery costs)	\$ 4.17
Notice of switch letter charge, per letter (unless the distributor has opted out of applying the charge as per the Ontario	0.00
Energy Board's Decision and Order EB-2015-0304, issued on February 14, 2019)	\$ 2.08

Effective and Implementation Date July 1, 2021 Approved on an Interim Basis

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NOTES

- The basis of the charge is the customer's monthly maximum demand. For an ST customer with multiple delivery
 points served from the same Transformer Station or High Voltage Distribution Station, the aggregated demand
 will be the applicable billing determinant. Demand is not aggregated between stations.
- The basis of the charge is the customer's monthly maximum demand. For an ST customer with multiple delivery points served from the same Transformer Station or High Voltage Distribution Station, the aggregated demand will be the applicable billing determinant. Demand is not aggregated between stations.
- 3. The basis of the charge is the "non-coincident demand" at each delivery point of the customer supplied by the station. This is measured as the kW demand at the delivery point at the time in the month of maximum load on the delivery point. For a customer connected through two or more distribution stations, the total charge for the connection to the shared distribution stations is the sum of the relevant charges for each of the distribution stations.
- 4. The monthly billing determinant for the RTSR Network Service rate is:
 - For energy-only metered customers: the customer's metered energy consumption adjusted by the total loss factor as approved by the Ontario Energy Board.
 - b. For interval-metered customers: the peak demand from 7 AM to 7 PM (local time) on IESO business days in the billing period. The rates shown are to be adjusted by the total loss factor as approved by the Ontario Energy Board.
 - c. For non-interval-metered demand billed customers: the non-coincident peak demand in the billing period. The rates shown are to be adjusted by the total loss factor as approved by the Ontario Energy Board.
- 5. The monthly billing determinant for the RTSR Line and Transformation Connection Service rates:
 - a. For energy-only metered customers: the customer's metered energy consumption adjusted by the total loss factor as approved by the Ontario Energy Board.
 - b. For all demand billed customers: the non-coincident peak demand in the billing period. The rates shown are to be adjusted by the total loss factor as approved by the Ontario Energy Board.
 - c. For customers with load displacement generation above 1 MW, or 2 MW for renewable generation, installed after October 1998, RTSR connection is billed at the gross demand level.
- 6. Delivery point with respect to RTSR is defined as the low side of the Transformer Station that steps down voltage from above 50 kV to below 50 kV. For customer with multiple interval-metered delivery points served from the same Transformer Station, the aggregated demand at the said delivery points on the low side of the Transformer Station will be the applicable billing determinant.
- 7. The loss factors, and which connection service rates are applied, are determined based on the point at which the distribution utility or customer is metered for its connection to Hydro One Distribution's system. Hydro One Distribution's connection agreements with these distribution utilities and customers will establish the appropriate loss factors and connection rates to apply from Hydro One Distribution's tariff schedules.
- 8. The Common ST Lines rate also applies to Distributors which use lines in the 12.5 kV to 4.16 kV range from HVDSs or LVDSs.
- 9. Rate Rider for Disposition of Deferral/Variance Accounts (General) is charged based on appropriate billing kW.
- 10. Rate Rider for Disposition of Deferral/Variance Account (non-WMP customers) applies to non-WMP Class A or Class B customers.
- 11. The Meter charge is applied per metering facility at delivery points for which Hydro One owns the metering.
- 12. The Wholesale Market Service Rate and the Rural or Remote Electricity Rate Protection Charge are applied solely to non-Wholesale Market Participants. For Class A customers, distributors shall bill the actual CBDR costs to Class A customers in proportion to their contribution to peak. These rates pertain to the IESO's defined point of sale; consequently, appropriate loss factors as approved by the Ontario Energy Board must be applied to the customers metered energy.
- 13. The Global Adjustment rate rider applies to metered energy consumption adjusted by the total loss factor, as approved by the Ontario Energy Board, for non-LDC, non-RPP and Class B customers that are charged Wholesale Market Service Charges by Hydro One Distribution.
- 14. For customers with load displacement generation at 1MW or above, or 2MW or above for renewable generation, installed after October 1998, the ST volumetric charges are billed at the gross demand level.

Tab 5

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2022 BILL IMPACTS

This exhibit has been filed separately in MS Excel format.