



Grimsby Power Incorporated

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August 22, 2014

To: Grimsby Power Business Customers in the General Service 50 to 4,999 kW Rate Class

Re: Grimsby Power Inc. - Proposed Rates - Effective January 1, 2015

As part of our annual rate renewal process Grimsby Power Inc. submitted its proposal for new rates effective January 1, 2015 to its regulator, the Ontario Energy Board (OEB), on August 13, 2014. The rate filing is mandatory as prescribed by the Ontario Energy Board. All information about Grimsby Power's rate submission can be found on the OEB website (www.ontarioenergyboard.ca) with reference to Grimsby Power's filing number EB-2014-0076.

The proposed bill impacts for the General Service 50 to 4,999 kW ("GS > 50") rate class are as follows:

Non-Interval Meters:

Grimsby Power Inc. Bill Impacts Current vs. Proposed 2015 IRM Rate Application		Selected Total Bill Impacts			
		Total Bill			
		Current	Per Application	Change	
\$	%				
Rate Class	Consumption				
GS > 50	100 kW / 30,000 kWh	\$ 3,640.38	\$ 3,964.28	323.90	8.90%
GS > 50	250 kW / 75,000 kWh	\$ 8,841.57	\$ 9,647.70	806.13	9.12%
GS > 50	350 kW / 100,000 kWh	\$ 11,793.75	\$ 12,921.37	1,127.61	9.56%
GS > 50	2,000 kW / 800,000 kWh	\$ 90,133.50	\$ 96,565.59	6,432.10	7.14%
GS > 50	4,000 kW / 1,600,000 kWh	\$ 180,094.07	\$ 192,955.84	12,861.77	7.14%

Interval Meters:

Grimsby Power Inc. Bill Impacts Current vs. Proposed 2015 IRM Rate Application		Selected Total Bill Impacts			
		Total Bill			
		Current	Per Application	Change	
\$	%				
Rate Class	Consumption				
GS > 50	100 kW / 30,000 kWh	\$ 3,654.40	\$ 3,979.20	324.80	8.89%
GS > 50	250 kW / 75,000 kWh	\$ 8,876.64	\$ 9,684.98	808.34	9.11%
GS > 50	350 kW / 100,000 kWh	\$ 11,842.84	\$ 12,973.55	1,130.71	9.55%
GS > 50	2,000 kW / 800,000 kWh	\$ 90,413.98	\$ 96,863.78	6,449.80	7.13%
GS > 50	4,000 kW / 1,600,000 kWh	\$ 180,655.05	\$ 193,552.22	12,897.17	7.14%

The change in rates are shown in the table below:

Rate Description	Unit	2014	2015
		Amount	Amount
GENERAL SERVICE 50 TO 4,999 KW			
Service Charge	\$	169.78	172.16
Distribution Volumetric Rate	\$/kW	1.7419	1.7663
Low Voltage Service Rate	\$/kW	0.2555	0.2555
Rate Rider for Disposition of Deferral/Variance Accounts	\$/kW	(0.3086)	1.1465
Rate Rider for Disposition of Global Adjustment Sub-Account - Applicable only for Non-RPP Customers	\$/kW	(2.6176)	(1.1886)
Rate Rider for Recovery of Lost Revenue Adjustment Mechanism (LRAM)	\$/kW	0.0000	(0.0269)
Retail Transmission Rate - Network Service Rate	\$/kW	2.7143	2.8688
Retail Transmission Rate - Line and Transformation Connection Service Rate	\$/kW	1.9093	2.0343
Retail Transmission Rate - Network Service Rate - Interval Metered	\$/kW	2.7490	2.9055
Retail Transmission Rate - Line and Transformation Connection Service Rate - Interval Metered	\$/kW	2.0125	2.1442
Wholesale Market Service Rate	\$/kWh	0.0044	0.0044
Rural Rate Protection Charge	\$/kWh	0.0013	0.0013
Standard Supply Service - Administrative Charge (if applicable)	\$	0.25	0.25

Please note that the rates (and subsequent bill impacts) are subject to adjustment. If there are any major variances Grimsby Power will notify you of the change and the reason for the change.

Grimsby Power's monthly service charge and distribution volumetric rate has been adjusted by 1.4%, a slight increase. As has been the case in the past, there is a significant impact to customer costs due to the fluctuations in GPI's deferral/variance accounts which includes the global adjustment. As compared with 2014, the 2015 deferral/variance account rate rider has increased by \$2.8841 per kW. These deferral/variance account costs are a function of the electricity market and are not influenced by expenses incurred at Grimsby Power. As noted in the tables above, 2015's total bill impacts are higher and in the range of 7.13% to 9.56% more than 2014's rates.

This information is being provided to customers so that they can be prepared for increased electricity costs in 2015.

Further inquiries with respect to 2015 rates can be directed to David Kelly, Finance & Regulatory Analyst at 905-945-5437 Ext. 259.

Regards,

Doug Curtiss

Doug Curtiss, P.Eng.
Chief Executive Officer
Grimsby Power Inc.