

Manitoba Hydro GRA - Proposed Issues List for PUB Adjudication - JUNE 6.17

Issue		AMC						
1. Interim Rate Request								
Final approval of 3.36%		In scope, but not our focus						
New interim of 7.9%		In scope, central to our submissions						
2. Rate Increases and Rate Impacts								
Rate shock and pacing		In scope, central to our submissions						
Impact of increase on consumers, including intergenerational impacts		Yes						
Macro Economic (Provincial Economy) impacts		Yes, particularly its impact on FN economies in MB						
Impact on production/industry/businesses		Yes, particularly its impact on the ability of vulnerable FN industry and business to succeed						
Input/Output models								
3. Financial Targets/Capital Structure/								
Appropriate financial targets		In scope, but not our focus						
Appropriate Capital structure for Crown utility (debt:equity levels)		In scope, but not our focus						
Pacing to achieve financial targets		Yes						
Cash flow/capital coverage								

Issue		AMC						
CFO to CAPEX Ratio								
Credit rating								
Risks								
Changes in financial assumptions since NFAT								
4. Debt Management								
Interest rate forecast, including Berkley Report								
Debt maturity schedules								
Change in strategy with debt								
Debt management								
5. Economic Outlook - Forecast Assumptions								
US Exchange Rates								
Population								
GDP								
6. Export Revenues								
Export price forecasts		Yes						
Changes in export price forecasting methodology		Yes						

Issue		AMC						
7. Load Forecast								
Impact on domestic revenues								
Changes in load forecasts: - Residential - GS MM - Top Consumers (PLIL, pipeline load)		In scope, but not our focus						
Implementation of price elasticity estimates								
8. Major New Capital								
Cost overruns								
Changes to cost estimates and reliability of budgets		In scope, but not our focus						
Current control budgets								
Interest costs forecast for projects								
Contingencies								
Issues related to revenue requirement and resulting rates		Yes						
9. Major and Base/Sustaining Capital								
Cost estimating								
Prioritization of expenses								
Forecast assumptions for								

Issue		AMC						
timing of capital expenditures and tracking of expenditures over time								
Asset condition assessment								
Capital expenditures to reliability results								
Asset management methodologies								
10. OM&A								
Restructuring and change management, including staffing reductions and procurement changes								
Labour contracts								
Service levels and quality		Yes as it relates to FN ratepayers, particularly on reserve						
Prioritization								
Testing MH OM&A numbers, including areas of change since NFAT								
Targets for expenses against standard measurables								
11. Regulatory Deferral Accounts								
Conawapa Treatment		In scope, but not our focus						
DSM Deferral Account		In scope, but not our focus						
Overhead		In scope, but not our focus						

Issue		AMC						
ELG v ASL		In scope, but not our focus						
Bipole III		In scope, but not our focus						
12. Bill Affordability								
Results of collaborative process, including testing Prairie Research Associates work, and information that formed part of collaborative process		Relevant and central to our issue						
Implementation of measures from process		Relevant and central to our issue						
Bill Affordability options not arising from collaborative process report, including rate design options to mitigate impacts on consumers		Relevant and central to our issue						
Further consultation and future implementation of bill affordability measures		Relevant and central to our issue						
13. Rate Design								
Conservation rates		Yes						

Issue		AMC						
Time of Use rates		Yes						
Differentiated rate increases based on implementation of PCOSS18		Yes						
Marginal cost considerations in rate design		Yes						
Cost of Service Study review		In scope, but not our focus						
Confirmation that PCOSS18 follows Board's principles		Yes						
Mitigation of rate impacts		Yes and central to our issue						
Design of Diesel Rates		Yes						
14. DSM								
DSM spending in test years		Yes						
DSM spending assumptions in forecast		Yes						
Curtailed Rate Program								
Pacing and prioritization of spending		Yes						
DSM program testing		Yes						
DSM as it relates to the load forecast		Yes						
DSM programs for residential consumers		Yes						
15. Depreciation								
Testing of Board approved methodology								

Issue		AMC						
Recovery of difference between ASL and ELG								
Accumulated Depreciation Accounts								
ASL vs ELG								
Changes from NFAT								
16. Diesel Zone								
Capital expenditures to upgrade generating units		Yes						
Finalization of Diesel Zone rates		Yes						
Bill reduction issues		Yes						
17. Risk and Uncertainty Analysis								
		In scope, but not our focus						
18. Review of Special Rates and Rate Programs								
New streetlighting rates for new fixture configurations								
Approval of Option 1 of the SEP								
Approval of previous interim ex parte orders (e.g. CRP)								