

“APPENDIX I”

INTERVENER REQUEST FORM

| | | |
|--|----------------|-----------------------|
| 1. Application Re Hearing: | | |
| 2017/18 & 2018/19 Manitoba Hydro General Rate Application | | |
| 2. Name of Requesting Party: | | |
| Manitoba Industrial Power Users Group (MIPUG) | | |
| 3. Address of Requesting Party: | | |
| c/o 500-280 Smith Street, Winnipeg, Manitoba, R3C 1K2 | | |
| 4. Phone Number: | Business: | Residence |
| | (204) 942-0654 | |
| | Fax Number: | E-mail: |
| | (204) 943-3922 | |
| 5. Contact Person(s): | | |
| Melissa Davies | | |
| 6. Address: | | |
| 500-280 Smith Street, Winnipeg, Manitoba, R3C 1K2 | | |
| 7. Phone Number: | Business: | Residence: |
| | (204) 942-0654 | (204) 471-6488 |
| | Fax Number: | E-mail: |
| | (204) 943-3922 | mdavies@intergroup.ca |
| 8. State reasons for the proposed intervention (please be specific). | | |
| <p>Examine and test Manitoba Hydro's proposed General Rate Application for finalization of interim rates from August 1, 2016, proposed interim rates for August 1, 2017 and the rate increase proposed April 1, 2018. MIPUG intends to review and test Hydro's GRA as a continuation of past GRA reviews for matters that have been ongoing since the NFAT, the 2015/16 GRA, the 2016/17 interim rate application and the 2016 Cost of Service Review.</p> <p>In addition, MIPUG is concerned about Hydro's fundamental change in attitude regarding financial targets and the increase in revenue this requires in light of these matters being tested thoroughly recently in the NFAT review and financial forecasts that do not show degradation. MIPUG plans to test Hydro's new rationale, theories and methodologies leading to these large shifts.</p> <p>Finally, MIPUG is cognizant of Manitoba's OIC dated April 5, 2017. MIPUG plans to, at a high level, explore timing and impacts of capital expenditures as it relates to rate impacts and regulatory considerations.</p> | | |

| | | |
|--|---|--------------------------|
| 9. State nature of proposed intervention. | | |
| a) Do you intend | Yes | No |
| (i) to appear throughout the hearing: | <input checked="" type="checkbox"/> | <input type="checkbox"/> |
| (ii) to participate in the production of evidence: | <input checked="" type="checkbox"/> | <input type="checkbox"/> |
| (iii) to participate in the testing of evidence: | <input checked="" type="checkbox"/> | <input type="checkbox"/> |
| (iv) to present final argument: | <input checked="" type="checkbox"/> | <input type="checkbox"/> |
| b) Do you intend to call witnesses: | Yes | No |
| | <input checked="" type="checkbox"/> | <input type="checkbox"/> |
| c) If yes to No. 9b), please provide witness': | | |
| (i) Name: | Patrick Bowman (potential for others) | |
| (ii) Address: | 500-280 Smith Street, Winnipeg, Mb., R3C1K2 | |
| (iii) Qualifications: | regulatory economics | |
| (iv) Subject of submission (please note date for filing submission): | | |
| <p>There has been limited time to review the application in full, as such MIPUG has not determined the full scope of witnesses. It is anticipated that Mr. Bowman will review Hydro's GRA and financial forecast and methodologies, consideration of risk for purposes of building reserves, necessity of cash flow requirements, financial position in the context of what was reviewed in the NFAT review as well as planned capital expenditures, cost of service outcomes and rate design.</p> <p>MIPUG is also considering an additional expert related to the major financial changes being proposed in light of Manitoba Hydro's purpose, role and mandate as a Crown Corporation under the Manitoba Hydro Act, and the nature of appropriate rate setting for a Cost-of-Service regulated, crown-owned hydroelectric utility (including the specific timing of these financial proposals during a decade that is already challenged by bringing on line major capital projects).</p> <p>MIPUG is working with the Coalition to ensure review topics do not overlap, and to ensure appropriate coordination for efficiency.</p> | | |
| 10. Will you be applying for costs under Board Order No. 163/87: | Yes | No |
| | <input checked="" type="checkbox"/> | <input type="checkbox"/> |
| <p>If yes: Refer to Section 43 of Rules of Practice and Procedure. Provide detailed budget as per the attached Appendix II.</p> | | |
| 11. Comments and other information: | | |
| <p>In light of the increased scope of this review driven by both the OIC and by Hydro's decision to impose a fundamental change in policy and attitude towards rate setting, and the importance of this issue to all competitive industries operating in Manitoba (beyond simply the MIPUG members), MIPUG intends to file for costs in this proceeding.</p> <p>MIPUG has also initiated outreach activities with commercial and industrial interests, and will continue this throughout the hearing. This includes major corporate interests who are not at present members of MIPUG, other industrial associations, and business interests. Similar to the NFAT, it is MIPUG's intentions to help disseminate information on the GRA and where requested to aid these outside groups in accessing the PUB process with respect to submissions, presentations, etc.</p> <p>MIPUG will participate in the budget filing process as dictated in the pre-hearing conference on June 12.</p> <p>Please ensure that Patrick Bowman (pbowman@intergroup.ca) and Antoine Hacault (afh@tdslaw.com) are included on the email distribution list for the 2017/18 & 2018/19 Manitoba Hydro General Rate Application.</p> | | |

“APPENDIX II”

INTERVENER BUDGET AND COST SUMMARY SHEET

To be used to prepare a budget for the Intervener Request Form, Item 10, and to make a claim for an Award of Costs.

PAGE 1 OF 2

| | | |
|-----------------------------------|--------------------|-------------------|
| Prepared by: | | Date: |
| | | |
| Hearing: | | |
| | | |
| Period Covered: | | |
| | | |
| Intervener's Name: | | |
| | | |
| Contact Person or Persons: | | |
| | | |
| Address: | | |
| | | |
| Phone Number: | Business: | Residence: |
| | | |
| | Fax Number: | E-mail: |
| | | |

See Costs on Page 2.

FEES – to be completed for legal counsel or experts

| | | | | COSTS |
|-----------------------------|---------------|-----------|------|--------------|
| PREPARATION: | Hours | Days | Rate | |
| APPEARANCE: | Hours | Days | Rate | |
| ARGUMENT & REPLY | Hours | Days | Rate | |
| FEES TOTAL | Hours 0.00 | Days 0 | | \$0.00 |

DISBURSEMENTS

| | | | | COSTS |
|----------------------------|--------|-----------|----------|--------------|
| TRAVEL (AUTO) | Kms | Rates | | |
| TRAVEL (OTHER) | Nights | | Rates | |
| ACCOMMODATION | | | | |
| MEALS | Number | | | |
| MISCELLANEOUS | Taxis | Telephone | Supplies | |
| DISBURSEMENTS TOTAL | | | | \$0.00 |

| | |
|-------------------------------------|--------|
| TOTAL FEES AND DISBURSEMENTS | \$0.00 |
|-------------------------------------|--------|

NOTE: Receipts must be attached for all disbursements.