# **BACKGROUNDER**



DECISION AND ORDER EB-2024-0008 ATIKOKAN HYDRO INC.

## **Decision on Atikokan Hydro's Major Rates Application**

On March 27, 2025, the Ontario Energy Board (OEB) issued its <u>Decision and Order</u> on Atikokan Hydro Inc.'s (Atikokan Hydro) application to change the rates it charges for electricity distribution beginning May 1, 2025.

The OEB approved the settlement proposal agreed upon by Atikokan Hydro, the intervenor in the hearing and OEB staff. The OEB concluded that the settlement proposal reflects a reasonable outcome that balances the interests of Atikokan Hydro and its customers.

As a result of the Decision and Order, the estimated total bill impact<sup>1</sup> for a typical residential customer with a monthly consumption of 750 kWh will be a decrease of \$6.87 per month (or 4.8%) before taxes and the Ontario Electricity Rebate.

Key elements of the OEB-approved settlement proposal include the following further reductions relative to the amounts requested in Atikokan Hydro's application:

- A \$96k reduction (5.5%) to the base revenue requirement, resulting in revised requirement of \$1.64M.
- A \$153k (24%) to the 2025 capital in-service additions, resulting in a revised budget of \$482k.

This was another proceeding in which the OEB piloted a new adjudicative process that seeks to reduce the regulatory burden associated with filing and reviewing major rate applications for very small utilities. In this instance, with fewer formal interrogatories, the burden on the utility was reduced and the decision was issued on March 27, 2025, ahead of the original metric date (July 17, 2025).

#### **INTERVENORS**

Intervenors are individuals or groups who have permission to participate in a hearing before the OEB because they have a substantial interest in the proceeding. The Vulnerable Energy Consumers Coalition was the only intervenor in this proceeding.

#### **ABOUT THE OEB**

The OEB is the independent regulator of Ontario's electricity and natural gas sectors. It protects the interests of consumers and supports the delivery of clean, reliable and affordable energy for the people, farms and businesses of Ontario. Its goal is to deliver public value through prudent regulation and independent adjudicative decision-making which contributes to Ontario's economic, social and environmental development. You can learn more about the OEB at oeb.ca.

Independence in the hearing and determination of matters is a key element of the OEB's mandate, established through legislative structures, the <u>Memorandum of Understanding</u> between the Minister of

<sup>&</sup>lt;sup>1</sup> The bill impacts are subject to change through the rate order process.



Energy and Electrification and the Chair of the OEB, and by-laws that set out clear lines of communication between government and the OEB. Commissioner panels hear and determine matters independently, with legislative protections and other instruments to ensure decisions are free from interference by the CEO, the Board of Directors and government. This also includes the Chief Commissioner when not assigned to the specific case.

#### **Contact Us**

## **Media Inquiries**

## **Consumer Inquiries**

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Ce document est aussi disponible en français.

This Backgrounder was prepared by OEB staff to inform Ontario's energy consumers about the OEB's decision and is not for use in legal or regulatory proceedings. It is not part of the OEB's reasons for decision; those may be found in the Decision and Order issued March 27, 2025, which is the official OEB document.