

# BACKGROUNDER

DECISION AND ORDER – EB-2024-0176

WATAYNIKANEYAP POWER LP

## Decision on Wataynikaneyap Power LP's 2025 Transmission Rates Application

On December 10, 2024, the Ontario Energy Board (OEB) issued a Decision and Order approving a settlement proposal relating to Wataynikaneyap Power LP's (WPLP) application for its 2025 electricity transmission revenue requirement and associated transmission rates. The OEB found that the settlement proposal is an acceptable basis on which to approve WPLP's revenue requirement and will result in just and reasonable rates.

WPLP is a partnership involving 24 First Nations and Fortis Inc.

WPLP's transmission system comprises 22 stations and approximately 1,742 km of lines in northwestern Ontario which has extended transmission service to connect 16 remote First Nation communities to the provincial electricity grid. Hydro One Remote Communities Inc. will be providing distribution services to all 16 of the communities.

The settlement proposal approved by the OEB includes a \$2.7 million reduction (1.51%) to the revenue requirement, resulting in a revised revenue requirement of \$176.2 million.

Under the approved settlement proposal, transmission rates and the Rural or Remote Electricity Rate Protection rate for all customers will increase slightly. For reference, the total bill impact for a typical Hydro One R1 residential customer with a monthly consumption of 750 kWh is estimated to be an increase of \$0.14 or 0.10% per month, including taxes and the Ontario Electricity Rebate, effective January 1, 2025.

## **KEY FEATURES**

Other key features of the settlement proposal, which represented a full settlement of all the issues, include:

- A commitment to file a multi-year revenue requirement application in 2026, which will include a Transmission System Plan and initial scorecard for performance measurement.
- A \$2.1 million (6%) reduction in Operations, Maintenance & Administration costs (OM&A), resulting in a revised OM&A budget of \$33.6 million.

#### **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. There were no requests to intervene in this proceeding. As a result, OEB staff was made a party to the settlement conference and was a party to the resulting settlement proposal.



# **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 Memorandum of Understanding between the Minister of 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**

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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 December 10, 2024, which is the official OEB document.