

Course 101: Energy Regulation in Ontario

Three 2 Hours Each Virtual Modules Curriculum Syllabus (3 2 hour sessions staggered by 1 week):

Module 1: Rate-Making Framework & Components

1. Common Terms Used in Utility Rate-making
2. Constructs in utility economics
 - a. Equity & Debt i. ROE, LTD, STD
 - b. Interest Expense, Rate of Return, Efficiencies, Productivity & Efficiencies
3. Revenue Requirement
 - a. OM&A
 - b. Capital Revenue Requirement
 - i. Depreciation, Interest Expense, Return or Profit
 - c. Taxes or PILs

Module 2: Renewed Regulatory Framework

4. Understanding of:
 - a. Rate-making Framework & Components
 - b. Revenue Requirement
 - c. Renewed Regulatory Frameworks
5. Business Opportunities & Risks
 - a. Price Cap Incentive Rate Mechanism
 - b. Custom Incentive Rate Mechanism
 - c. Annual Incentive Rate Mechanism
 - d. Benefit/Cost Assessment
 - e. OEB framework on Innovation
 - f. Alternative Business Initiatives

Module 3: Renewed Regulatory Framework

6. Cost of Service Rate Application Flow Chart
7. Price Cap Incentive Rate Mechanism
8. Custom Incentive Rate Mechanism
9. Annual Incentive Rate Mechanism

10. Homework Assignment after last module. To be reviewed at first of three virtual Modules.

Voluntary One 2 hour Module Completion Session (1 2 hour virtual meeting):

Included in the Course 101 curriculum is a 2 hour virtual meeting available for participants on a voluntary basis. The meeting will be held 1 week after the prior three meetings. The purpose and goal of this virtual session is to:

- Provide an opportunity for participants to ask questions related to the Course 101 curriculum
- Supplemental review opportunity of the practicum of work assignments over the three-week prior period to entrench knowledge transfer.