



1 Greendale Drive, Caledonia, ON, N3W 2J3 Tel: (905) 765-5344 Fax: (905) 765-5316

April 4, 2011

Delivered by Courier and RESS

Ontario Energy Board
P.O. Box 2319
27th Floor
2300 Yonge Street
Toronto, ON M4P 1E4

Attention: Kirsten Walli
Board Secretary

**Re: Haldimand County Hydro Inc. (EB-2010-0086)
2011 IRM3 Electricity Distribution Rate Application
Decision and Order issued March 28, 2011**

Dear Ms. Walli:

This letter is with respect to Haldimand County Hydro Inc.'s application filed with the Ontario Energy Board (the "Board") for an order approving just and reasonable rates for the distribution of electricity and other charges, to be effective May 1, 2011.

Haldimand County Hydro received the Board's "Decision and Order" issued March 28, 2011 in this matter, including final rate models (spreadsheets) and a draft Tariff of Rates and Charges (Appendix A) reflecting the elements of this Decision. In accordance with this Decision and Order, Haldimand County Hydro has assessed the draft Tariff of Rates and Charges and notes the following two inaccuracies:

Embedded Distributor Service Classification for Hydro One Networks Inc. – Retail Transmission (Network and Connection) Service Rates

During the interrogatory phase (refer to IR # 4), and with respect to the RTSR (HONI) rate model, Board staff noted that Haldimand County Hydro should have applied the Total Loss Factor ("TLF") of 1.0305, effective May 1, 2010, to the 2009 metered kWh and metered kW.

As noted in our response in IRR # 4(b) "...when Board staff revise Sheet B1.2 with the Board-approved 2010 loss factor...both the metered kWh and kW are to be loss-adjusted pursuant to EB-2009-0265."

Board staff, in their final RTSR model, did not loss-adjust the kW as required. Haldimand County Hydro has revised the final RTSR model to incorporate this requirement, and the following table summarizes the revised input amounts and resulting retail transmission service rates.

Embedded Distributor - Hydro One Networks Inc.			
Retail Transmission Service Rate Model			
Item	Sheet	Board Staff Final	HCHI "Revised" Final
Metered kW	B1.2 Dist Billing Determinants	334,545	334,545
Loss Factor	B1.2 Dist Billing Determinants	1.0305	1.0305
Loss-Adjusted Metered kW	B1.2 Dist Billing Determinants	No	Yes
Loss-Adjusted Billed kW	B1.2 Dist Billing Determinants	Not Applicable	344,749
Billed Amount	D1.1 Adj Network to Curr Whsl	\$ 833,251	\$ 858,665
Current Wholesale Billing	D1.1 Adj Network to Curr Whsl	\$ 949,245	\$ 949,245
Adjusted RTSR - Network	D1.1 Adj Network to Curr Whsl	\$ 2.8374	\$ 2.7534
Billed Amount	D1.2 Adj Conn to Curr Whsl	\$ 729,977	\$ 752,241
Current Wholesale Billing	D1.2 Adj Conn to Curr Whsl	\$ 776,965	\$ 776,965
Adjusted RTSR - Connection	D1.2 Adj Conn to Curr Whsl	\$ 2.3225	\$ 2.2537
Proposed RTSR - Network	E1.1 Adj Network to Fcst Whsl	\$ 2.9731	\$ 2.8851
Proposed RTSR - Connection	E1.2 Adj Conn to Fcst Whsl	\$ 2.3890	\$ 2.3183

Sentinel Lighting Service Classification – Retail Transmission – Network Service Rate

All of the rates in the draft Tariff of Rates and Charges are rounded to 4 decimal places; that is, except for this Retail Transmission – Network Service Rate of \$1.75492 / kW. For consistency, this rate should be \$1.7549 / kW.

Two hard copies of this submission are now enclosed. An electronic copy in PDF format, as well as an electronic copy of the RTSR (HONI) Model in Excel format will be submitted through the Board's *Regulatory Electronic Submission System* ("RESS").

Haldimand County Hydro respectfully submits these items arising out of its review of the Decision and Order for the Board's consideration and issuance of a revised final Tariff of Rates and Charges.

Yours truly,
HALDIMAND COUNTY HYDRO INC.

Original Signed By

Jacqueline A. Scott
Finance Manager