

May 7, 2015

Ms. Kirsten Walli  
Board Secretary  
Ontario Energy Board  
2300 Yonge Street  
26th Floor, Box 2319  
Toronto, ON M4P 1E4

Dear Ms. Walli

**Re: PowerStream Inc. (“PowerStream”)  
2016 to 2020 Custom IR Rate Application  
EB-2015-0003**

PowerStream will be seeking the Board’s approval of a five year (2016-2020) Custom IR rate application. In our December 2, 2014 letter to the Board in this regard, we outlined a process whereby we would deliver a Rate Proposal to the intervenors in PowerStream’s 2013 Cost of Service application and to Board Staff, and seek to negotiate a settlement with intervenors prior to filing our 2016 to 2020 Custom IR Rate Application.

In a December 15, 2014 meeting at the Board offices, PowerStream staff presented an overview of the Custom IR application to intervenors and Board staff. At the conclusion of the meeting, a schedule was established for 2015. All of the milestones in the schedule were met, as follows:

February 24, 2015 – PowerStream provided a Rate Proposal with supporting models and reports

March 23, 2015 – Intervenors provided PowerStream with interrogatories

April 10, 2015 – PowerStream provided responses to the interrogatories

April 21, 2015 – A facilitated Technical Conference was held at the Board’s Offices

April 28 to May 1, 2015 – A facilitated Settlement Discussion was held at the Board's Offices. An additional day for discussion was held on May 5, 2015.

As part of this process, PowerStream staff responded to 470 intervenor interrogatories and to 40 undertakings following the Technical Conference. There was a fulsome discovery process, resulting on the creation of an evidentiary record of approximately 4,000 pages. All information (with the exception of a very limited number of confidential documents) was made publicly available on PowerStream's website at the link below.

<http://www.powerstream.ca/app/pages/Rates-Process.jsp>

PowerStream was not able to reach a settlement with intervenors and will be submitting a rate application by the end of May 2015. The Rate Proposal will not be changed, and PowerStream therefore suggests that additional interrogatories from the intervenors that participated in the Rate Proposal and settlement process may not be required. As Board Staff declined to provide interrogatories during this process, PowerStream would be pleased to answer interrogatories from Board Staff and any new parties that may be granted intervenor status following publication of the Board's Notice of the application on a schedule to be determined by the Board.

If you have any questions, please do not hesitate to contact the undersigned.

Yours truly,

*Original signed by*

Colin Macdonald  
Senior Vice President, Regulatory Affairs & Customer Service

cc. James Sidlofsky, Borden Ladner Gervais LLP