Ontario Energy Board

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Commission de l'Énergie de l'Ontario

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BY E-MAIL

September 6, 2007

Glen MacDonald Hydro One Networks Inc. 483 Bay Street 8th Floor - South Tower Toronto, ON M5G 2P5

Dear Mr. MacDonald:

Re: Hydro One Networks Inc.

Board File Number EB-2007-0681

On August 20, 2007 the Board issued a letter acknowledging receipt of your electricity distribution rates application filed on August 15, 2007. At that time, the Board indicated that it would issue further correspondence indicating the next steps to be taken upon completion of a review of your application.

An initial review of your application has been completed. As indicated at Exhibit A, Tab 1, Schedule 1 of your application, information relating to the harmonization of rates for Hydro One's acquired LDC customers, cost allocation and rate design will not be filed until October 2007. As a result, your application is currently incomplete and cannot be processed until information relating to the above has been filed.

The Board will resume processing your application once the above information has been filed. Given the anticipated delay in completion of the application, the tentative decision date of April 7, 2008 provided in previous correspondence cannot be relied on.

Please file the completed application following the Board's RESS Document Filing Guidelines.

Please direct any questions relating to this application to Theodore Antonopoulos, Project Advisor, at 416-440-8137, or by e-mail at theodore.antonopoulos@oeb.gov.on.ca.

Yours truly,

Original signed by

Kirsten Walli Board Secretary

cc: D.H. Rogers, Q.C. Rogers Partners LLP