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BY E-MAIL

September 16, 2009 File No. 101926.1050

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

Dear Ms. Walli:

Re: Request for Further Extension of Temporary Smart Metering Entity License Application for the Smart Metering Entity Licence EB-2007-0750

The IESO requests an extension of the temporary SME license granted to the IESO by the Ontario Energy Board in its order dated September 14, 2007. The temporary license is currently set to expire on September 30, 2009. The IESO is seeking an extension until the earlier of March 31, 2010 or the Board's final decision on the SME licence application.

Since the previous extension issued by the Board, discussions with LDCs, under the auspices of the EDA, have been continuing on various topics including governance, issues to be addressed in an SME/LDC agreement and an appropriate rate structure for recovery of MDM/R costs. Several aspects of these matters also require additional discussion with the Ontario government. At the same time, MDM/R resources are heavily engaged in the process of bringing LDCs onto the MDM/R as a key step in achieving the government's schedule for transitioning to TOU billing.

Accordingly, the IESO respectfully requests that the Board further extend its temporary SME license pursuant to subsection 21(7) of the *Ontario Energy Board Act*, 1998 until the earlier of March 31, 2010 or the Board's final decision on the SME licence application.

The IESO believes that no other party will be adversely affected in a material way by the further extension of its temporary SME license and requests the Board issue the extension without a hearing.

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STIKEMAN ELLIOTT

Yours truly,

Patrick G. Duffy

Counsel for the Independent

Electricity System Operator

cc: Helen Lainis, Independent Electricity System Operator

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