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**Susan Frank**

Vice President and Chief Regulatory Officer  
Regulatory Affairs



October 5, 2009

BY COURIER

Ms. Kirsten Walli  
Secretary  
Ontario Energy Board  
2300 Yonge Street  
Suite 2700,  
Toronto, ON.  
M4P 1E4

Dear Ms. Walli:

**EB-2009-0326 – OEB Consultation on Recovery of Costs Associated with the MicroFIT Program – Hydro One Networks' Comments on the Board's Draft Issues List**

In response to the Ontario Energy Board's September 21, 2009 Procedural Order # 1 on the Proceeding to Determine Just and Reasonable Rate to Recover Cost Associated with Embedded Generators Having a Nameplate Capacity of 10 kW, Hydro One Networks' ("Hydro One") agrees with the draft Issues list included as Appendix B of the Procedural Order. Furthermore, Hydro One supports the following additional issues raised by the Electricity Distributors Association in their submission to this proceeding:

**Treatment of non-microFIT applications**

In that this initiative is in response to the introduction of the microFIT program, how should a distributor handle generators participating in the FIT program (greater than 10kW)?

**Rate Design**

Should distributors be permitted to establish different rates for generation facilities that are owned by the entity that is the load customer at that location and for generation facilities that are owned by an entity that is not the same as the load customer entity?

Sincerely,

ORIGINAL SIGNED BY ANDY PORAY FOR SUSAN FRANK

Susan Frank