

UNDERTAKING

Undertaking

TO EXPLAIN THE WHY ITEMS ARE LABELLED "ENHANCEMENTS" IN EXHIBIT H, TAB 7, SCHEDULE 83 WHEREAS ITEMS ARE LISTED AS "EXPANSION" IN SECTION 3.2.30 OF SYSTEM DISTRIBUTION CODE

Response

If an individual or group of customers being connected is the sole reason for any of the main distribution system changes described in 3.2.30 of the DSC, Hydro One does treat this as an expansion and the costs are borne by the connecting customer(s) as per section 3.2.1 of the DSC. Typically this requires a large load connection for the required main distribution system changes to be specifically attributed.

Where there has been system wide load growth over a period of time, the required main distribution system changes are considered an enhancement per section 3.3.1 of the DSC. Under this situation, enhancements to the main distribution system can include the same type of investments as described under expansions in section 3.2.30 and detailed in the response to interrogatory Exhibit H, Tab 7, Schedule 83.