



March 23, 2010

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

Attention: Ms. Kirsten Walli, Board Secretary

Dear Ms. Walli:

**RE: Fort Frances Power Corporation
2010 IRM2 Rate Application - Board File Number EB-2009-0264**

In response to Board Staff Submission of March 15, 2010, Fort Frances Power Corporation respectfully submits the following responses to:

Submission 1

DISPOSITION OF DEFERRAL AND VARIANCE ACCOUNTS AS PER THE EDDVAR REPORT

“Board staff suggests that the Board may wish to defer to 2011 the disposition of Fort Frances Power’s Group 1 account balances on the grounds that the distributor marginally exceeded the .001 / kWh threshold..”

Fort Frances Power Corporation agrees with this submission.

Submission 2

ADJUSTMENTS TO THE RETAIL TRANSMISSION SERVICE RATES (RTSR)

“.., Board staff supports Fort Frances Power request to reflect the changes from the current level to its proposed levels which is an increase of about 12% to the RTSR Network Service rate, and no change to the RTSR Line and Transformation Connection Service Rate.”

Fort Frances Power Corporation agrees with this submission.

Submission 3

ACCOUNTING FOR THE IMPLEMENTATION OF THE HARMONIZED SALES TAX

"..., Tracking of these accounts would continue in the deferral account until Fort Frances Power's next cost of service application is determined by the Board or until the Board provides guidance on this matter, whichever occurs first."

Fort Frances Power Corporation agrees with this submission.

Fort Frances Power appreciates this opportunity to respond to Mr. Benum's submission and the recommendations within. Fort Frances Power is strongly committed to providing our customers with rate stability as well as excellent customer service. Should any further questions arise, please do not hesitate to contact me.

Sincerely,

FORT FRANCES POWER CORPORATION



Joerg Ruppenstein
President and CEO