



January 15, 2010

BY COURIER AND RESS

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: Whitby Hydro Electric Corporation
Application for Approval of 2010 Electricity Distribution Rates
EB- 2009-0274**

Please find attached an Application by Whitby Hydro Electric Corporation (Whitby Hydro) for 2010 distribution, retail transmission rates, specific service charges, loss adjustment factors and other rate riders.

The Application has been prepared following the Board's documents and guidelines including:

- Update to Chapter 2 of the Filing Requirements for Transmission and Distribution Applications dated May 27, 2009.
- Report of the Board on Cost of Capital and 2nd Generation Incentive Regulation for Ontario's Electricity Distributors dated December 20, 2006.
- Revised Guidelines for Retail Transmission Service Rate (G-2008-0001) dated July 22, 2009.
- Report of the Board on Electricity Distributors' Deferral and Variance Account Review Initiative (EDDVAR) dated July 31, 2009.
- Smart Meter Funding and Cost Recovery Applications (G-2008-0002) dated October 22, 2008.
- Guidelines for Electricity Distributor Conservation and Demand Management (EB-2008-0037) dated March 28, 2008.

Whitby Hydro acknowledges the recent Report of the Board on the Cost of Capital for Ontario's Regulated Utilities (EB-2009-0084) issued on December 11, 2009 and



awaits further direction from the Board with regards to specific annual updates to be used for 2010 cost of service rate applications.

The full Application filing consists of the following:

- Two (2) hardcopies of the Application
- One (1) CD ROM including:
 - 2010 Application - Adobe Acrobat (pdf)
 - 2010 Models – Adobe Acrobat (pdf)
 - Excel models for Cost Allocation (4 models as discussed in Exhibit 7 of the Application)
 - Excel based Revenue Requirement Workform
 - Excel based RateMaker model
- RESS (OEB's web portal) submission of 2010 Application and Models (Adobe Acrobat (pdf) versions)

Whitby Hydro utilized the RateMaker model as developed by Elenchus Research Associates for the purpose of preparing its 2010 rates.

Should you require any further information or clarification, please contact me directly.

Respectfully submitted,

Original signed by

Ramona Abi-Rashed
Treasurer

Attach.