

November 8, 2007

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

Dear Mrs Walli:

Re: Supplemental May 1st 2008 Incentive Rate Mechanism Adjustment Model

ED-2002-0493
RP-2005-0020-EDR-2006
EB-2005-0354-EDR-2006
EB-2007-0848-IRM-2008

Following to the OEB's Letter of October 29, 2007 regarding the Ontario Uniform Transmission Rate Order, EB-2007-0759 effect on Distributor Retail Transmission Rates, Cooperative Hydro Embrun Inc. hereby submits its Supplemental May 1, 2008 Rate Mechanism Adjustment Model. We enclose two (2) hard copies of the Manager's Summary with revised Retail Transmission Rates and a CD ROM containing an electronic format of the PDF documentation e-mailed to the Board.

Please contact the undersigned for any information at 613-443-5110.

Yours truly,

Benoit Lamarche
Manager
Cooperative Hydro Embrun Inc.

MANAGER'S SUMMARY SUPPLEMENTAL COOPÉRATIVE HYDRO EMBRUN INC.

ED-2002-0493 – LICENCE
RP-2005-0020 - EDR 2006
EB-2005-0354 - EDR 2006
EB-2007-0519- IRM 2007
EB-2007-0848 – IRM 2008

This Supplemental Application is filed in Accordance with the Board Filing Guidelines for the Adjustment to Retail Transmission Rates EB-2007-0759 issued October 17, 2007.

1. Retail Transmission Rates

1.1 Cooperative Hydro Embrun Inc. is proposing to decrease its Retail Transmission Rate (Network Service Rates by 25% – Retail Connection Rates by 25 %) and keeping the level neutral in the Retail Variance Account.

1.2 Cooperative use the calculation to determine the decrease in Appendix A.

Classification		2007 Rates	May 1 st 2008
Residential	Network	\$ 0.0057	\$ 0.0043
	Connection	\$ 0.0050	\$ 0.0038
General Service Less Than 50kW	Network	\$ 0.0052	\$ 0.0039
	Connection	\$ 0.0045	\$ 0.0034
General Service 50 to 4,999 kW	Network	\$ 2.1218	\$ 1.5914
	Connection	\$ 1.7882	\$ 1.3412

Classification		2007 Rates	May 1 st 2008
Unmetered	Network	\$ 0.0052	\$ 0.0039
Scattered Load	Connection	\$ 0.0045	\$ 0.0034
Street Lighting	Network	\$ 1.6002	\$ 1.2002
	Connection	\$ 1.3824	\$ 1.0368

- 1.3 Cooperative ask the Board to make appropriate changes in IRM 2008 Model EB-2007-0848 Tariff Sheet – Sheet # 10-Tariff Schedule

Signed this 8th day of November 2007 at Embrun by:

Benoit Lamarche
 Manager
 Cooperative Hydro Embrun Inc.

APPENDIX A

Forecast of the accounts balance

				30-Sep-06	30-Nov-06	31-Dec-06
158401 RSVA Network				\$ 26,345.00	\$ 28,317.00	\$ 33,777.00
158601 RSVA Transformation and connection				\$ 34,374.00	\$ 36,411.00	\$ 41,809.00

158601 RSVA Transformation and connection Amount billed for a period of 12 months

Mois		1584	1586
J 06	\$	12,397.00	\$ 10,788.00
A	\$	12,889.00	\$ 11,198.00
S	\$	14,694.00	\$ 12,788.00
O	\$	12,733.00	\$ 11,055.00
N	\$	13,766.00	\$ 11,961.00
D	\$	20,574.00	\$ 17,934.00
J 07	\$	13,343.00	\$ 10,524.00
F	\$	17,149.00	\$ 14,914.00
M	\$	17,366.00	\$ 15,102.00
A	\$	14,092.00	\$ 12,250.00
M	\$	13,702.00	\$ 11,917.00
J	\$	11,315.00	\$ 9,829.00
	\$	174,020.00	\$ 150,260.00
Account balance as at April 30, 2008	\$	25,067.42	\$ 37,845.17

% of variance over annual billing	14.40%	25.19%
Proposed transmission rate decrease	18%	4.76%
	32.40%	29.95%

Calculation of the % decrease of the transformation and connection rate

	Connection	Transformation	Total
Old rate	\$ 0.81	\$ 1.50	\$ 2.31
New rate	\$ 0.59	\$ 1.61	\$ 2.20
reduction			\$ 0.11
reduction in %			4.76%

Proposed adjustment to the retail transmission rates effective May 1st 2008

25%

<u>Classification</u>		<u>RATES 2007</u>	<u>AS OF MAY 1ST 2008 PROPOSED RATES</u>
Residential	Networks Service R	\$ 0.0057	\$ 0.0043
	Line -Transformatic	\$ 0.0050	\$ 0.0038
General Service Less Than 50 kW	Networks Service R	\$ 0.0052	\$ 0.0039
	Line -Transformatic	\$ 0.0045	\$ 0.0034
General Service 50 to 4,999 kW	Networks Service R	\$ 2.1218	\$ 1.5914
	Line -Transformatic	\$ 1.7882	\$ 1.3412

Unmetered Scattered Load

Networks Service R	\$	0.0052	\$	0.0039
Line -Transformatic	\$	0.0045	\$	0.0034

Street Lighting

Networks Service R	\$	1.6002	\$	1.2002
Line -Transformatic	\$	1.3824	\$	1.0368

Amount transferred to 1590	30-Jun-07	30-Sep-07	Variation between sept 2006 -2007 without transfer	Forecast balance at 31-Dec-07	Forecast balance at 30-Apr-08
\$ 18,630.00	\$ 15,650.00	\$ 15,226.00	\$ 7,511.00	\$ 22,563.75	\$ 25,067.42
\$ 21,614.00	\$ 23,846.00	\$ 25,194.00	\$ 12,434.00	\$ 33,700.50	\$ 37,845.17