

Oshawa



PUC Networks Inc.

100 Simcoe Street South, Oshawa, Ontario L1H 7M7 • Tel. (905) 723-4623 • Fax (905) 723-7947 • E-mail contactus@opuc.on.ca

July 14, 2010

Ms Kirsten Walli
Board Secretary
Ontario Energy Board
P.O. Box 2319
2300 Yonge Street
Toronto, ON M4P 1E4

Re: Oshawa PUC Networks 2011 Rate Application (EB-2010-0107)

Dear Ms Walli,

As acknowledged in a letter from the Assistant Board Secretary dated June 25, 2010, Oshawa PUC Networks Inc ("OPUCN") informed the Board on May 27, 2010 that preliminary estimates for 2011 indicated that it might be necessary for OPUCN to file an early rebasing cost of service rate application.

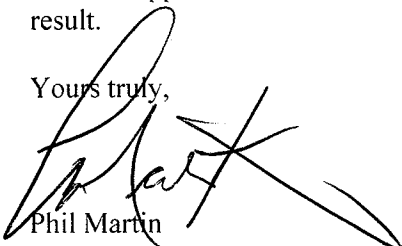
Upon further consideration, OPUCN has concluded that it would not be in the best interest of its stakeholders, its ratepayers, nor the Board to proceed with a cost of service application at this time. It is unclear whether or not the costs incurred in preparing the application are recoverable and rather than risk the investment OPUCN would prefer to postpone its application. In addition, in a letter dated April 15, 2010, the Board agreed to consider electricity distributor applications to align the rate year with the fiscal year as part of a cost of service rate application which OPUCN believes is the most optimum approach to filing its next cost of service.

Based on this, OPUCN is requesting approval from the Board to reverse its earlier request to file an early rebasing application and accept this notification of our intention to file a 3rd Generation incentive regulation mechanism ("IRM") rate application for 2011 as per the current multi-year electricity distribution rate setting plan schedule.

Additionally, OPUCN is requesting Board approval to align its rate year and fiscal year by filing its next rebasing application for rates effective on January 1, 2012. In granting this request, please provide OPUCN with the expected delivery date of its completed cost of service application.

OPUCN appreciates the Board's consideration in these matters and regrets any inconvenience it may have caused as a result.

Yours truly,



Phil Martin
VP, Finance & Regulatory Compliance
Phone: (905) 723-4626
Email: pmartin@opuc.on.ca