

September 3, 2010

Kirsten Walli Board Secretary Ontario Energy Board P.O. Box 2319 27th floor 2300 Yonge Street Toronto, ON M4P 1E4

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Dear Ms Walli,

Hydro One Networks Inc. ("Hydro One") 2011-2012 Transmission Rates **Board File No.:** EB-2010-0002 Our File No.:

339583-000057

We are writing to provide a brief response to Hydro One's letter today questioning the scope of CME's evidence. We strenuously disagree with Hydro One's assertion that parts of the evidence fall outside the ambit of issues in this proceeding.

Our plan is to answer the Interrogatories posed with respect to CME's evidence by Board Staff and Vulnerable Energy Consumers Coalition ("VECC"). The response we provide to Board Staff Interrogatory No. 1 asking how CME proposes that the Board apply the CME evidence in the present proceeding, will include our rationale for our position that Hydro One's criticisms of the scope of the evidence are without merit.

If Hydro One wishes to challenge that explanation, then it can formally move for the relief that it requests in the last paragraph of its letter dated September 3, 2010. We suggest that any matters pertaining to the presentation of a witness panel by CME to support its pre-filed evidence be dealt with after CME has responded to Board Staff Interrogatory No. 1.

Yours very truly,

Peter C.P. Thompson, Q.C.

PCT\slc

Anne-Marie Reilly (Hydro One) EB-2010-0002 Intervenors Paul Clipsham Vince DeRose