

STIKEMAN ELLIOTT

Stikeman Elliott LLP Barristers & Solicitors

5300 Commerce Court West, 199 Bay Street, Toronto, Canada M5L 1B9

Tel: (416) 869-5500 Fax: (416) 947-0866 www.stikeman.com

BY E-MAIL

September 24, 2010

File No. 101926.1050

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: Request for Further Extension of Temporary Smart
Metering Entity License
Application for the Smart Metering Entity Licence
EB-2007-0750**

The IESO requests an extension of the temporary SME license granted to the IESO by the Ontario Energy Board ("the Board") in its order dated March 29, 2010. The temporary license is currently set to expire on September 30, 2010. The IESO is seeking an extension until the earlier of December 31, 2011 or the Board's final decision on the SME licence application.

The IESO is part of an industry working group that is developing a solution to address concerns expressed by Measurement Canada related to the reconciliation of smart metering data. This solution may require changes to the MDM/R.

Meanwhile, the IESO continues to enrol LDCs in the MDM/R in accordance with the provincial government's expectation that 3.6 million Regulated Price Plan consumers will be receiving Time-of-Use pricing by June 2011.

The IESO believes that spending additional time on the above will allow for a more efficient review of the license application and the SME/LDC Agreement before the Board.

Accordingly, the IESO respectfully requests that the Board further extend its temporary SME license pursuant to subsection 21(7) of the *Ontario*

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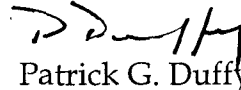
LONDON

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Energy Board Act, 1998 until the earlier of December 31, 2011 or the Board's final decision on the SME licence application.

The IESO believes that no other party will be adversely affected in a material way by the further extension of its temporary SME license and requests the Board issue the extension without a hearing.

Yours truly,



Patrick G. Duffy
Counsel for the Independent
Electricity System Operator

cc: Helen Lainis, Independent Electricity System Operator
Peter Vivian, Vivian Associates
Nola L. Ruzycki, Just Energy
Glen MacDonald, Hydro One Networks Inc.
Coalition of Large Distributors
Kevin Mackenzie, Electricity Distributors Association
Scott Stewart, Direct Energy