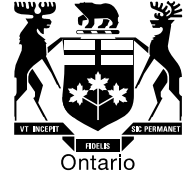


**Ontario Energy
Board**

P.O. Box 2319
27th Floor
2300 Yonge Street
Toronto ON M4P 1E4
Telephone: 416- 481-1967
Facsimile: 416- 440-7656
Toll free: 1-888-632-6273

**Commission de l'énergie
de l'Ontario**

C.P. 2319
27e étage
2300, rue Yonge
Toronto ON M4P 1E4
Téléphone; 416-481-1967
Télécopieur: 416-440-7656
Numéro sans frais: 1-888-632-6273



BY E-MAIL ONLY

December 5, 2007

Attention: Ms. Kirsten Walli, Board Secretary

Dear Ms. Walli:

**Re: Canadian Niagara Power Inc. – Port Colborne
2008 Incentive Regulation Mechanism (2008 IRM) Rate Application
Board File Number EB-2007-0842**

Please find attached Board Staff Interrogatories for the above proceeding.

Yours truly,

Original Signed By

Alison Cazalet
Policy Advisor, Regulatory Policy Development

Encl.

cc: Doug Bradbury

**2008 Incentive Rate Mechanism Application
Ontario Energy Board Staff Interrogatories for
Canadian Niagara Power Inc.-Port Colborne — EB-2007-0842**

For each of the interrogatories below, please clarify whether this was an error, confirming what the correct entry should have been, or provide a complete explanation for the discrepancies. The format of the response should repeat the references and the interrogatories.

Ref.: Manager's Summary, page 8

1. CNPI-Port Colborne reports that the total bill impact for the Street Lighting class may exceed 10% for certain consumption profiles, but that CNPI-Port Colborne is not proposing to mitigate rates at this time. Please provide the rationale for not proposing any rate mitigation for the Street Lighting class at this time. Please indicate what would be the total bill impact for this rate class, including the consumption profiles referenced above, resulting from CNPI- Port Colborne's RTS proposal.

Ref.: 2008 IRM Model, Sheet 3

2. Monthly Rates and Charges for Unmetered Scattered Load

A review of CNPI-Port Colborne's current 2007 Board approved Tariff of Rates and Charges indicates that the service charge for the Unmetered Scattered Load class is applied on a "per customer" basis, however CNPI-Port Colborne's 2008 model does not reflect this.

3. Monthly Rates and Charges for Standby Power

A review of CNPI-Port Colborne's current 2007 Board approved Tariff of Rates and Charges indicates that the volumetric rate for Standby Power is referred to as a "Standby Charge", and includes the descriptor "for a month where standby power is not provided. The charge is applied to the contracted amount (e.g. nameplate rating of generation facility)". CNPI-Port Colborne's 2008 model does not reflect this.

4. Monthly Rates and Charges for Street Lighting

A review of CNPI-Port Colborne's current 2007 Board approved Tariff of Rates and Charges indicates that the service charge for the Street Lighting class is applied on a "per connection" basis, however CNPI-Port Colborne's 2008 model does not reflect this.