



Cornerstone Hydro Electric Concepts Association Inc.

December 1, 2010

Ontario Energy Board
Attn: Ms Kirsten Walli
2300 Yonge Street
27th Floor
P.O. Box 2319
Toronto, ON M4P 1E4

**Response to Elenchus Research Associates Inc ("Elenchus") Report on
Cost Allocation Policy Review – December 2, 2010**

Dear Ms Walli;

As per the Board's letter dated September 2, 2010, please accept this submission as our formal response on the report prepared by Elenchus dated October 15, 2010 regarding recommendations on the cost allocation policy review. This response was prepared collaboratively with Cornerstone Hydro Electric Concepts Association Inc. (CHEC) and Bruce Bacon, Borden Ladner Gervais LLP.

Enclosed please find two (2) hard copies as per the requirement of the Board Secretary.

If you have any questions regarding this submission, please feel free to contact me.

Yours truly,

Gordon A. Eamer, P.Eng
Chief Operating Officer
