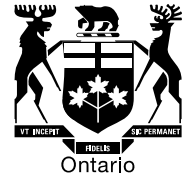


**Ontario Energy
Board**

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

December 10, 2007

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

Attention: Ms. Kirsten Walli, Board Secretary

Dear Ms. Walli:

**Re: Peninsula West Utilities Limited
2008 Incentive Regulation Mechanism (2008 IRM) Rate Application
Board File Number EB-2007-0870**

Please find attached Board Staff Interrogatories for the above proceeding.

Yours truly,

Original signed by

John Vrantsidis
Policy Advisor, Regulatory Policy Development

Encl.

**2008 Incentive Rate Mechanism Application
Ontario Energy Board Staff Interrogatories for
Peninsula West Utilities Limited — EB-2007-0870**

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.: 2008 IRM Model, Sheet 3 (2007 Tariff Sheet)

1. Deferred Project Recovery

Your 2008 model indicates a “Deferred Projects Recovery” rate rider will be continued for 2008; however, a review of your past rate decisions does not reveal Board authorization to continue this rate rider. Please advise whether or not the utility wishes to continue with this rate rider in its 2008 filing.

2. Monthly Rates and Charges for GS 50 to 4,999 kW Class

A review of your current 2007 Board approved Tariff of Rates and Charges indicates that the descriptor “\$/kW” should be applied to the distribution volumetric rate, regulatory asset recovery, and the two retail transmission rates, however your 2008 model does not reflect this.

3. Specific Service Charges for Non-payment of Account

A review of your current 2007 Board approved Tariff of Rates and Charges indicates that the six service charges for collection of account and disconnect/reconnect should include the descriptor “\$”, however your 2008 model does not reflect this.