BY RESS & COURIER

January 17, 2011

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

Dear Ms. Walli:

Re: <u>Regarding 2010 Renewable Generation Connection Rate Protection Compensation</u>

The Renewable Generation Connection Rate Protection (RGCRP) compensation is mandated by the Ontario government to compensate a distributor that incurs costs to make an eligible investment for the purpose of connecting or enabling the connection of a qualifying generation facilities to its distribution system. In accordance with Section 6 (3) of the enabling regulation, Ontario Regulation 330/09, the Independent Electricity System Operator (the "IESO") is also required to, at the end of each calendar year, submit to the Ontario Energy Board (the "Board") the figures for the total amount of the monthly compensation that was paid out to each qualified distributor for each month of the year. Hydro One Networks Inc. was the only qualified distributor that was approved to receive RGCRP compensation in 2010.

The IESO is pleased to report to the Board that the total amount of monthly compensation that was paid to Hydro One Networks Inc. in 2010 is as follows:

Month	RGCRP Compensation
May	\$0.00
June	\$0.00
July	\$1,374,999.00
August	\$458,333.00
September	\$458,333.00
October	\$458,333.00
November	\$458,333.00
December	\$458,333.00

Yours truly,

Original signed by

Carl Burrell Senior Regulatory Analyst Regulatory Affairs Independent Electricity System Operator



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