



Sioux Lookout Hydro Inc.
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February 23, 2011

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

**Re: Sioux Lookout Hydro Incorporated
Board Decision on Cost Recovery of Late Payment Penalty
Board File Number EB-2010-0295**

Dear Ms. Walli:

Please find attached Sioux Lookout Hydro Inc.'s proposed rate riders for the recovery of the costs incurred for the Late Payment Penalty Generic Hearing.

If there are any questions or concerns, please do not hesitate to contact me at (807)737-3800, or via email at slhydro@tbaytel.net.

Yours truly,

Deanne Kulchyski
Financial & Regulatory Affairs Officer

Encl/



Sioux Lookout Hydro Inc.
ED-2002-0514
EB-2010-0295
February 23, 2011

Calculation of Rate Rider for Recovery of Late Payment Penalty Class Action

As per the Board's Decision and Order dated February 22, 2011, Sioux Lookout Hydro Inc. submits the following rate riders to be added to its distribution rates to be effective May 1, 2011 to April 30, 2012 to recover the amount of \$12,422.98 as stated in Appendix A of the Decision and Order:

Based on 2009 audited data (RRR 2.1.5 April 30, 2010)							
Rate Class	Distribution Revenue	%	Class Action Costs	Customer Count/Connections	Rate Rider	Total	
	(\$)		(\$)		(\$)	(\$)	
Residential	1,049,004	59.4%	7,380.18	2,296	0.2679	7,380.18	
General Service Less Than 50 kW	339,855	19.2%	2,391.02	392	0.5083	2,391.02	
General Service 50 to 4,999 kW	308,481	17.5%	2,170.29	39	4.6374	2,170.29	
Unmetered Scattered Load	3,620	0.2%	25.47	13	0.1632	25.47	
Street Lighting	64,818	3.7%	456.03	534	0.0712	456.03	
	1,765,777	100.0%	12,422.98			12,422.98	
		Check Figure	12422.98				
		Difference	0.00				

The rate riders were determined using the 2009 distribution revenues and customer/connection counts submitted in the April 30, 2010 RRR filing 2.1.5.

The Class Action costs were allocated to each rate class based on the proportionate share of distribution revenue. The resulting rate riders were calculated by dividing the Class Action Costs by 12 months and then by the customer count/connections.

The proposed rate riders are to be a fixed customer charge across all rate classes.