

March 4, 2011

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

Dear Ms. Walli:

Re: Late Payment Penalty Class Action Lawsuit

Halton Hills Hydro Inc. (HHHI) is one of the "Affected Electricity Distributors" listed in Appendix A of the Decision & Order (EB-2010-0295) approving recovery of costs related to the Late Payment Penalty class action.

However, in light of the letter received from the Minister of Energy requesting that we demonstrate good faith to our customers by no recovering these costs, Halton Hills Hydro will not seek recovery of the costs related to the Late Payment Penalty class action.

Sincerely,

Arthur A. Skidmore President & CEO