

Hydro One Networks Inc.

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March 10, 2011

Ms Kirsten Walli
Secretary
Ontario Energy Board
Suite 2700
2300 Yonge Street
Toronto, Ontario M4P 1E4

Dear Ms. Walli:

EB-2010-0332/EB-2010-0331 – Hydro One Networks and Hydro One Brampton Networks’ Board-Approved CDM Programs Application – Withdrawal of Application

I am writing to you as counsel for Hydro One Brampton Networks Inc. and Hydro One Networks Inc. (collectively, “the Applicants”) in the two above-noted proceedings, which were adjourned by the Ontario Energy Board (“the Board”) in an oral Decision dated March 7, 2010. The Board also issued P.O. #4 on March 8, 2011, in these two Applications.

This letter is being sent to inform the Board that each of the Applicants hereby withdraws its Application for Board-approved programs.

In the above-noted March 7th Decision, the Board determined that:

- (a) neither Applicant has developed a complete EM&V plan, and that neither Application can proceed until each of the Applicants develops a complete EM&V plan for each of its six proposed CDM programs;
- (b) as of the November 1, 2011, filing date of the Applications, the CDM programs of the Ontario Power Authority (“OPA”) had not been established and that the Applicants must show not only that the OPA programs have been established but also that the OPA programs have been “described and taken up” in such a way that the Board can determine that the Applicants’ programs are not duplicative; and
- (c) as of March 7, 2011, it is still an open question whether the CDM programs of the Ontario Power Authority have been established.

The Applicants are concerned that it may now be some considerable time before they are able to file the EM&V plans. It appears that additional work is required to advance the development of the programs, in addition to the EM&V aspects. Additionally, as a result of the Decision, the Applicants are also concerned that the OPA programs may not yet be at the stage being required

by the Board, namely, “established, described and taken up” in such a way that the Board can determine that the Applicants’ programs are not duplicative.

The Applicants therefore intend to reassess their CDM plans and will evaluate as to when they may be able to reapply. Given the potential for change, the Applicants will also not be filing any additional information at this time with respect to the Applications that were filed on November 1, 2010.

For all of the above-noted reasons, the Applicants have determined that it would not be prudent to proceed with their respective Applications, and each Application is therefore withdrawn.

Yours very truly,

ORIGINAL SIGNED BY SUSAN FRANK FOR MICHAEL ENGELBERG

Michael Engelberg

cc: Intervenors
Board Staff