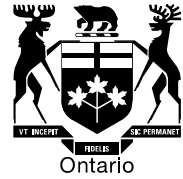


**Ontario Energy
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BY EMAIL

March 10, 2011

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

Dear Ms. Walli:

**Re: Natural Resource Gas Limited
Quarterly Rate Adjustment Mechanism
Board Staff Questions
Board File Number EB-2011-0059**

Please find attached Board Staff questions with respect to the above Application.

Please forward the attached to Natural Resource Gas Limited and all intervenors in proceeding EB-2010-0018.

Yours truly,

Original Signed By

Khalil Viraney
Case Manager

BOARD STAFF QUESTIONS
NRG QRAM Application EB-2011-0059

1. In NRG's 2011 rates case (EB-2010-0018), the Board ordered NRG to track overpayments as of October 1, 2010 to the date of the Decision (December 6, 2010). The overpayments were as a result of NRG failing to follow the Board order in the 2006 rates Decision (EB-2005-0544) and reflected the failure of NRG to set prices on an annual basis for gas purchased from the related company. In the Decision, NRG was directed to record the credit/debit balances to the Purchased Gas Commodity Variance Account ("PGCVA") as of October 1, 2010 until the purchase price was reset on the basis of the Board's Decision in EB-2010-0018.
 - a) Please provide the amounts that were recorded in the PGCVA as of October 1, 2010 to December 6, 2010 in accordance with the Board's Decision in EB-2010-0018.
 - b) Please provide a table or reference showing the adjustment of this amount in the PGCVA.