



Kirsten Walli Board Secretary Ontario Energy Board 2300 Yonge Street, 27th Floor Toronto, ON M4P 1E4

Dear Ms. Walli:

Re: Thunder Bay Hydro Electricity Distribution Inc. ("TBHEDI")

2011 IRM3 Distribution Rate Application

Board File No. EB-2010-0115

In a letter dated February 28, 2011, TBHEDI submitted a claim in regards to the cost recovery of the late payment penalty (EB-2010-0295) under its 2011 IRM3 Distribution Rate Application. At this time, TBHEDI withdraws this claim as it is not seeking to recover these costs from its customers.

TBHEDI submits two (2) paper copies of this letter as part of TBHEDI's 2011 IRM3 Distribution Rate Application. An electronic copy has been submitted through the OEB's RESS on-line filing system and via email to all Intervenors.

Should you require any additional information, please do not hesitate to contact the undersigned.

Yours truly,

Cindy Speziale, CA

Vice President, Finance

cc: Robert Mace, President, Thunder Bay Hydro Electricity Distribution Inc.

Michael Buonaguro, Counsel for Vulnerable Energy Consumers Coalition (VECC)

Roger Higgin, Econalysis Consulting Services (VECC Consultant)

Wayne McNally, School Energy Coalition (SEC) Coordinator

Jay Shepherd, Counsel for SEC

Thunder Bay Hydro Electricity Distribution Inc.

Thunder Bay Hydro Corporation