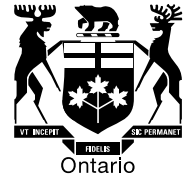


**Ontario Energy
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BY E-MAIL

January 31, 2007

George Dick
Orangeville Hydro Limited
400 C Line, Box 400
Orangeville, ON L9W 2Z7

Dear Mr. Dick:

**Re: Orangeville Hydro Limited
2007 Incentive Rate Mechanism
Application Board File Number EB-2007-0564**

This will acknowledge receipt on December 26, 2006 of your electricity distribution rate application. An initial review of your application reveals that it has been filed on the basis of the Board's December 20, 2006 "Report of the Board on the Cost of Capital and 2nd Generation Incentive Regulation for Ontario's Electricity Distributors" and will be processed accordingly.

The Board has assigned File Number EB-2007-0564 to this matter. Please refer to this number in all future correspondence to the Board regarding this matter.

Based on the Board's experience with applications of this nature, the Board expects that it will be able to render a decision and/or order in this application on or about April 12, 2007.

Please direct any questions relating to this application to Stephen Shields, Project Advisor at 416-440-7606 or Stephen.Shields@oeb.gov.on.ca.

Yours truly,

Original signed by

Peter H. O'Dell
Assistant Board Secretary