Ontario Energy Board P.O. Box 2319 27th. Floor 2300 Yonge Street

Toronto ON M4P 1E4 Telephone: 416- 481-1967 Facsimile: 416- 440-7656

Toll free: 1-888-632-6273

Commission de l'énergie de l'Ontario

C.P. 2319 27e étage 2300, rue Yonge Toronto ON M4P 1E4 Téléphone: 416-481-1967

Télécopieur: 416-440-7656 Numéro sans frais: 1-888-632-6273



BY E-MAIL

February 1, 2007

Paul Hughes Hydro Ottawa Limited 3025 Albion Road N., P.O. Box 8700 Ottawa, ON K1G 3S4

Dear Mr. Hughes:

Re: Hydro Ottawa Limited

2007 Incentive Rate Mechanism

Application Board File Number EB-2007-0544

This will acknowledge receipt on January 26, 2007 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-2007-0544 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 Martin Benum, Advisor at 416-440-7667 or Martin.Benum@oeb.gov.on.ca.

Yours truly,

Original Signed By

Peter H. O'Dell Assistant Board Secretary