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BY COURIER

May 19, 2011

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

Dear Ms. Walli:

EB-2010-0345 – Niagara West Transformation Corporation Transmission Revenue Requirement Application – Niagara West Transformation Corporation Financial Obligations to Hydro One Networks

At the recent Technical Conference for the above-noted proceeding, Hydro One was asked to advise the parties regarding the remaining financial obligations of Niagara West Transformation Corporation ("NWTC") in respect of the base-load trigger points for load taken from Hydro One facilities, as contained in the cost recovery agreements (CCRAs) for NWTC's transformer station made between Hydro One and both Grimsby Power and the former Pen West Utilities.

I can confirm that NWTC has no remaining financial obligations in relation to the above-noted CCRAs. However, should load be transferred away from Hydro One facilities, that would be the subject of the bypass provisions of either the Transmission System Code or Hydro One's Transmission Connection Procedures.

Sincerely,

ORIGINAL SIGNED BY ANDREW SKALSKI

Andrew Skalski

c. EB-2010-0345-Intervenors