



January 31, 2008

Ontario Energy Board
2300 Yonge Street, Suite 2700
Toronto, Ontario
M4P 1E4

Attention: Ms. Kirsten Walli, Board Secretary

Re: EB-2007-0606 Draft Rate Order for 2008 Rates

Dear Ms. Walli:

Attached is a draft rate order and supporting working papers for rates, effective January 1, 2008. The draft rate order reflects the Board's January 17, 2008 Decision in the EB-2007-0606 proceeding.

Union has also included an *Overview of Rate Order Working Papers* in this package to assist all parties in understanding the format and content of the attached draft Rate Order.

Union proposes to implement new rates on the first billing cycle on or after April 1, 2008 and that variances between the rates charged to customers during the period January 1 to March 31, 2008 and the rates included in the Draft Rate Order shall form part of the price adjustment to be recovered from each rate class.

Union proposes that:

- rate rider adjustments for customers in general service rate classes be applied to their bills between April 1 and December 31, 2008;
- adjustments for customers in in-franchise contract rate classes be applied to their bills as a one-time charge or credit in May 2008. Union proposes to use actual consumption from January 1, 2008 to March 31, 2008 as a basis to calculate the individual customer adjustments which delays the adjustment until May;
- adjustments for customers in ex-franchise contract rate classes be applied to their bills as a one-time charge or credit in April 2008.

If you have any questions or concerns regarding details of the draft rate order or related rate implementation, please contact me at 519-436-5476.

Yours truly,

A handwritten signature in black ink, appearing to read "Chris Ripley", written over a horizontal line.

Chris Ripley
Manager, Regulatory Applications

cc M. Penny (Torys)
All Intervenors