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Ontario Energy Board  
PO Box 2319  
2300 Yonge Street  
Toronto, Ontario  
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Att: Board Secretary

Re: Application 2007 0905

It is about ten years the re regulation of the Electricity business in Ontario. The basic principle is to have more investment in the energy industry. OPG is to reduce its share of the market to 35% and maintain an internal rate of return of 9.88%

Has this happen?

Is there a comprehensive plan to achieve this goal? I am not informed of this plan.

Has this changed?

The market conditions should determine the price of the product. Currently there is a surplus of power in northern Ontario and no way of getting the product to market in southern Ontario. The markets have dried up in Northern Ontario because of the high costs of power, putting people out of work in the forestry industry. Most of the communities in Northern Ontario are single industry and the ramifications are severe to the families of these municipalities.

Power is available at the Manitoba border for \$33.00 per megawatt hour. I concur with Board's interim order for the Hydro Electric Generating Stations, however I do not concur with any blending of the rates for Northern Ontario if this is suggested. I am unable to establish a cost of a market value for nuclear generation.

The notice in the paper has these rates spread across the province. It is totally unfair for the rest of the province to pay for a southern Ontario problem. In the power failure in southern Ontario, the northern Ontario was not affected by power failure. Rates should be established by service hubs and available local cost effective generation solutions.

Yours Truly

David Morellato