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June 16, 2011

VIA COURIER

Ms. Kirsten Walli
Board Secretary
Ontario Energy Board
2300 Yonge Street, 27th Floor
PO Box 2319
Toronto ON M4P 1E4

Dear Ms. Walli,

**Re: Hydro Ottawa Limited 2012 Electricity Distribution Rates
Ontario Energy Board File No. EB-2011-0054**

Enclosed are 2 paper copies of Hydro Ottawa Limited's Application and supporting evidence for 2012 Electricity Distribution Rates commencing January 1, 2012.

A complete copy of the Application will be filed electronically with the Board on June 17, 2011.

Hydro Ottawa Limited will provide the 2012 Rate Application materials on our website at www.hydroottawa.com as of Monday, June 20, 2011 under the About Us/Regulatory Affairs.

On March 15, 2011, the OEB issued an amendment to section 9.1.2 of Appendix B to the IFRS Report requiring distributors filing cost of service applications for rates effective 2012 to file those applications based on the OEB's modified IFRS rules. Hydro Ottawa was preparing this application based on Canadian GAAP so that comparisons and analysis to prior years could be done on a consistent basis at the time of this direction. With the new direction of the OEB, Hydro Ottawa completed its exhibits in Canadian GAAP and has provided exhibits which translate the material Canadian GAAP numbers to modified IFRS for 2012. Therefore, in accordance with the OEB letter of March 15, 2011, the 2012 rates requested by Hydro Ottawa are based upon modified IFRS.

Hydro Ottawa Limited is committed to facilitating an expedited regulatory schedule for the Application, and is open to consideration of all reasonable options in this regard. In order to facilitate the regulatory process, Hydro Ottawa is copying this letter to all interested parties from Hydro Ottawa Limited's 2011 Rate Case, EB-2010-0133. As well, in preparation of the evidence for this case, Hydro Ottawa reviewed the interrogatories from EB-2010-0133 and prepared its evidence to address some of the questions raised such as including more years of information in tables (beyond the minimum required under the filing guidelines), including a copy of the 2010 Asset Management Plan as well as the updated 2011 Asset Management Plan and including other studies and reports.

To assist the OEB in the in the next stages of the rate case process, Hydro Ottawa has included as attachments to this letter, draft "Notice of Application and Hearing" in both English and French for this application.

Hydro Ottawa believes that, with the cooperation of parties, final rates can be determined and implemented by January 1, 2012. In the event that it proves not to be possible, however, for final rates to be determined and implemented by January 1, 2012, Hydro Ottawa requests in its Application that the Board issue an interim rate order effective January 1, 2012.

If further information is required, please contact the undersigned at 613-738-5499 ext 7472 or patrickhoey@hydroottawa.com.

Yours truly,

Original signed by

Patrick J. Hoey
Director, Regulatory Affairs

Cc: Mr. Fred Cass, Aird & Berlis
EB-2010-0133 Interested Parties (cover letter only by email)