



Borden Ladner Gervais LLP
Lawyers • Patent & Trade-mark Agents
Scotia Plaza, 40 King Street West
Toronto, Ontario, Canada M5H 3Y4
tel.: (416) 367-6000 fax: (416) 367-6749
www.blgcanada.com

CHRISTINE E. LONG
direct tel.: 416-367-6683
direct fax: 416-361-2770
e-mail: clong@blgcanada.com

February 1, 2008

Via E-mail

Ontario Energy Board
2300 Yonge Street
Suite 2700, P.O. Box 2319
Toronto, Ontario M4P 1E4

Attention: Ms. Kirsten Walli, Board Secretary

Dear Ms. Walli:

**Re: PUC Distribution Inc. -Application to Amend 2007 Distribution Rates (Recovery of 2007 PILs Expense)
Board File No. EB-2007-0723**

We are counsel to PUC Distribution Inc. ("PUC Distribution") with respect to the above-stated matter. Further to our letter of earlier today, we are providing the Board with this letter which sets out in detail changes made to the revised supporting model spreadsheets filed earlier today.

The revised supporting model spreadsheets have been changed in order to correct an error which was contained in the spreadsheets filed on January 22, 2008. The spreadsheets filed with the Board on January 22, 2008 incorrectly contained a pro-rated PILs collectable amount instead of reflecting the total amount of 2007 PILS recoverable. This change is reflected as follows in the new supporting model spreadsheets;

Sheet 6 – The "PILs Payable not in 2007 rates" number has been changed from \$263,793 to \$430,132 to reflect that the amount has not been pro-rated.

Sheet 7 – Consequently, the 2007 PILs (not in 2007 rates) number set out in the first line of the table has been changed from \$263,793 to \$430, 132. The new corresponding grossed up 2007 additional PILs number is now \$673, 374.

The additional amount of PILs (\$166,339 before gross up) is reflected in the rates and calculations contained in Sheets 8 through 11.

We trust that the above is satisfactory. Should you have any questions or require any further information, please do not hesitate to contact the writer.

Yours very truly,

BORDEN LADNER GERVAIS LLP

Christine E. Long

::ODMA\PCDOCS\TOR01\3667232\5

Vancouver
Toronto
Ottawa
Montréal
Calgary



CEL/ac
Enclosures

cc: Terry Greco, PUC Distribution Inc.
Michael Buonaguro, Counsel for VECC
Bill Harper, Consultant for VECC
William Garvin, OEB