



June 28, 2011

By Fax: (416) 440 - 7656

Ms. Kirsten Walli, Secretary
Ontario Energy Board
Suite 2700, 2300 Yonge Street
P.O. Box 2319
Toronto, ON M4P 1E4

Dear Ms. Walli:

Re.: EB-2011-0118 – Hydro One Networks' Request for Exemption from Section 6.2.6 & 6.2.7 of the Distribution System Code

AZGARD has received 243 MicroFIT Conditional Offers from the OPA. HYDRO ONE has refused to connect 177 of these for "technical" reasons. The logic behind HYDRO's 'technical screening tool' is demonstrably faulty. CANSIA and its industry members have been working diligently to have HYDRO acknowledge and correct the faulty technical justifications for refusing many of the connections. HYDRO has been delaying that process of bringing the screening tool into alignment with sound engineering principles—thus demonstrating a lack of 'good-faith' in this matter on their part. If the efforts to correct the faulty screening criteria are ultimately successful, the leave in meeting statutory service requirements that HYDRO has requested will only serve to further erode the intentions of The Green Energy Act, the considerable economic and other costs committed to by the Government of Ontario, the business aspirations of the companies affected and the 15,000 jobs that have been generated in Ontario.

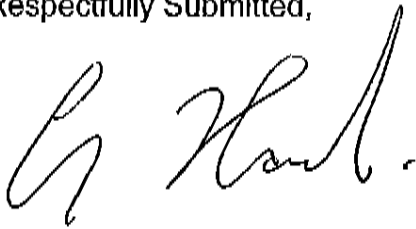
With 73% of AZGARDS offers from the OPA being refused connection by HYDRO, our business has taken a huge, unexpected hit. To allow HYDRO to then delay, by up to six months, making the connections they are obligated to provide would compound the harm already inflicted. AZGARD has created fifteen, direct, full-time jobs in Ontario and purchased services and goods—greater than 60% manufactured in Ontario—with a value of ~ \$3-million for just the 66 sites HYDRO has made connection offers for. To allow an unreasonable delay in performing those connections would jeopardize our business, the jobs of our employees and the economic benefit created by our activity.

The costs HYDRO has imposed for the Connection Offers they have made are very substantial and certainly allow for adequate resourcing to fulfill their obligations. To allow an unreasonable delay in meeting those obligations is unacceptable since the

connection costs we are obliged to pay are certainly sufficient to perform the required work if undertaken in good-faith.

Since AZGARD is directly and substantially affected by the Hydro request for a leave from its obligations, we request to be included as an 'Intervenor' in this matter.

Respectfully Submitted,

A handwritten signature in black ink, appearing to read "C. Hannah", is written over a horizontal line.

Craig Hannah M.Eng., P.Eng.
Technology Manager
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