

July 5, 2011

Board Secretary Ontario Energy Board P.O. Box 2319 27th Floor 2300 Yonge Street, Toronto, ON M4P 1E4

Dear Ms. Walli,

On April 28, 2011, an intense storm swept through the Niagara Peninsula with record wind speeds resulting in wide spread damage to our infrastructure. In accordance with Chapter 3 of the Filing Requirements for Distribution Applications, Niagara-on-the-Lake Hydro Inc. wish to notify the Board of this event and our intention to file a Z Factor claim in our upcoming IRM application.

We have reviewed the Board's eligibility requirements of causation, materiality and prudence and are confident that we qualify for the rate recovery.

Sincerely,

Jim Huntingdon President