

July 22 2011

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

Dear Ms. Walli:

**RE: Z-factor Notification**

Norfolk Power Distribution Inc. wishes to inform the Ontario Energy Board that on April 28<sup>th</sup> 2011 it experienced an extraordinary windstorm which resulted in significant damage to its distribution system. Incremental expenses to repair the damage caused by this event significantly exceeds the amount Norfolk currently recovers in rates for storm damage. After reviewing the Z-factor Filing Guidelines found in Chapter 3 of the Filing Requirements for Transmission and Distribution Applications, Norfolk believes these expenses meet the Z-factor eligibility criteria of Causation, Materiality and Prudence.

Norfolk therefore intends to record the eligible amounts in Account 1572, Extraordinary Event Costs and apply for recovery as part of its 2012 COS rate application.

If any additional information is needed, please do not hesitate to contact me.

Sincerely,



Brad Randall, P.Eng  
President and CEO  
519-426-4440  
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