Ontario Energy Board P.O. Box 2319 27th. Floor 2300 Yonge Street Toronto ON M4P 1E4 Telephone: 416- 481-1967 Facsimile: 416- 440-7656 Toll free: 1-888-632-6273 Commission de l'énergie de l'Ontario C.P. 2319 27e étage 2300, rue Yonge Toronto ON M4P 1E4 Téléphone; 416-481-1967 Télécopieur: 416-440-7656 Numéro sans frais: 1-888-632-6273



BY E-MAIL ONLY

January 11, 2012

Mr. Mark Rubenstein Counsel c/o Jay Shepherd Professional Corporation 2300 Yonge Street, Suite 806 Toronto, ON M4P 1E4

Dear Mr. Rubenstein:

Re: Hydro Hawkesbury Inc.. ("HHI") 2012 Incentive Regulation Mechanism Rate Application Board File Number EB-2011-0173 Notice of Intervention of the School Energy Coalition ("SEC")

The Board confirms SEC as an intervenor in the above noted proceeding, subject to HHI's right of reply to your request within 14 calendar days from the filing of your notice of intervention.

The Board has determined that SEC is eligible to apply for an award of costs under its *Practice Direction on Cost Awards* (the "Practice Direction") in relation to HHI's proposal for the lost revenue adjustment mechanism ("LRAM") and recovery of the costs of replacing two transformer stations.

With respect to the disposition of account 1562, the Board will not consider cost awards at this time as the application as filed appears to have no material inconsistencies with the various decisions made in the course of the Combined PILS proceeding (EB-2008-0381) including the use of the updated models containing the Excel worksheet 'TAXREC 3' as used by Halton Hills Hydro Inc.

The Practice Direction and related forms are available on the Board's website at <u>www.ontarioenergyboard.ca</u>.

Yours truly,

Original Signed By

John Pickernell Assistant Board Secretary