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March 31, 2008

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

Attention: Ms. Kirsten Walli
Board Secretary

RE: EB-2007-0713 – Hydro Ottawa Limited 2008 Electricity Distribution Rates Application – Draft Rate Order

The Board in its Decision dated March 17, 2008 directed Hydro Ottawa to file with the Board and all intervenors of record a Draft Rate Order and its Tariff of Rates and Charges to reflect the Board's findings in this Decision. The Tariff schedules are effective May 1, 2008 and are final with the exception of the Standby Rates, which are interim.

The attached Tariff of Rates and Charges reflects all changes to Hydro Ottawa's original application as requested by the Board. These changes include;

- Incorporation of the Settlement Proposal, approved by the Board on January 24, 2008,
- Updating of the rate of Return on Equity (ROE) and short term debt as per the Decision, and
- Revising PILs as a result of the change in ROE.

As directed by the Board, all intervenors, by copy of this letter, are notified of this filing with the Board and of the fact that they have the opportunity to provide comment, if any, to the Board within 20 days of the date of the Decision.

Please find attached the Draft Rate Order.



If you have any questions regarding this submission please contact the undersigned at 613-738-5499, extension 527.

Sincerely,

A handwritten signature in black ink, appearing to read "Lynne Anderson".

Lynne Anderson
Chief Regulatory Affairs and Government Relations Officer

Cc: All Intervenors of record

IN THE MATTER OF the *Ontario Energy Board Act, 1998*,
S.O. 1998, C.15 (Schedule B);

AND IN THE MATTER OF an Application by Hydro
Ottawa for an Order or Orders approving just and reasonable
rates and other service charges for the distribution of electricity
effective May 1, 2008.

BEFORE: Paul Vlahos
Presiding Member

Bill Rupert
Member

DRAFT RATE ORDER
March 31st, 2008

On September 19th, 2007 Hydro Ottawa Limited. (“Hydro Ottawa”, the “Company”, or the “Applicant”) filed an application with the Ontario Energy Board (the “Board”) under section 78 of the Ontario Energy Board Act, 1998; S.O. c.15, Schedule B, for an order or orders approving just and reasonable rates for the distribution of electricity effective May 1, 2008 (“2008 test year” or “test year”). The Board assigned file number EB-2007-0713 to the Application.

On March 17th, 2008 the Board released its Decision. The Board directed Hydro Ottawa to file with the Board and all intervenors of record a Draft Rate Order and its Tariff of Rates and Charges to reflect the Board’s findings in this Decision. The Tariff schedule is effective May 1, 2008 and is final with the exception of the Standby Rates, which are interim.

The attached Tariff of Rates and Charges reflects all changes to Hydro Ottawa’s original Application as requested by the Board. These changes include:

- Incorporation of the Settlement Proposal, as approved by the Board on January 24th, 2008,
- Update of the rate of Return on Equity (ROE) and short term debt as per the Decision, and
- Revised PILs as a result of the changes to ROE.

Please find attached the following Appendices:

- Appendix A Revenue Deficiency
- Appendix B Causes of Deficiency
- Appendix C Revenue Requirement
- Appendix D PILs Model
- Appendix E Smart Meter Rate Adder
- Appendix F Cost Allocation
- Appendix G Throughput Revenue
- Appendix H Rate Schedule
- Appendix I Bill Impacts