Hydro One Networks Inc.

8th Floor, South Tower 483 Bay Street Toronto, Ontario M5G 2P5

www.HydroOne.com

ONTARIO ENERGY BD



Susan Frank

Vice President and Chief Regulatory Officer Regulatory Affairs

Tel: (416) 345-5700 Fax: (416) 345-5870

Cell: (416) 258-9383

Susan.E.Frank@HydroOne.com

BY FAX TO OEB

October 4, 2012

Dear Mr. Summers:

We are in receipt of your July 19, 2012 communication to the Ontario Energy Board regarding the recent Distribution Rate Change application.

In making our application to the OEB, the Company seeks to recover costs that will allow Hydro One to make prudent investments to meet customer needs, ensure regulatory compliance, and maintain and sustain the distribution assets system and to replace aging and end-of-life assets so that we can continue to provide safe and reliable power to the people of Ontario.

The OEB's hearing process, which was outlined in the Notice published in newspapers, provides you with ways to present your concerns and comments to the OEB. The OEB's Notice states that any comments filed on this application will be "provided to OEB members deciding the application" so you can be certain that your views will be part of the OEB's deliberations in deciding this application.

If you need more information on the review process and ways to participate, you can visit the OEB's website at http://www.ontarioenergyboard.ca or call the OEB's Consumer Relations Centre at 1-877-632-2727.

If you require further details of our application, Hydro One's complete application is available on our website at http://www.hydroone.com/RegulatoryAffairs/Pages/DxRates.aspx.

Thank you,

Susan Frank

Vice-President and Chief Regulatory Officer

Susandrank

Regulatory Affairs

Hydro One Networks Inc.