

February 28, 2007

Ontario Energy Board
Suite 2700
2300 Yonge Street
Toronto, Ontario
M4P 1E4

ATT: Mr. Kirsten Walli
Board Secretary

**Hearst Power Distribution Company Limited
2007 Electricity Distribution Rate Adjustment Application
EB-2007-0537
Board Staff Request for Clarification**

In response to the February 28, 2007 Board Staff Request for Clarification Hearst Power Distribution Company Limited (Hearst Power) presents the following:

Board Staff Request for Clarification

On Sheet 3 of your 2007 IRM Model, you have entered under Street Lighting the reference "Service Charge". A review of your current Board approved Tariff of Rates and Charges shows that this should read "Service Charge (per connection)". There is no reference in your application as to why this description was entered differently to what is on the Board approved tariff sheet. Please clarify whether this was a simple transcription error. If not, please provide a full and complete explanation of the basis for using this level of charge.

Hearst Power response

Be advised that there are two transcription errors on Sheet 3 of Hearst Power's 2007 IRM Model currently on file with the OEB.

1. Cell C201 under Sentinel Lighting should read "*Service Charge (per connection)*"
2. Cell C217 under Street Lighting should read "*Service Charge (per connection)*"

Yours truly,

Nicole Leduc
General Manager,

cc. Martin Benum – Case Manager