

March 7, 2007

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

Attention: Board Secretary

Re: Espanola Regional Hydro Distribution Corporation 2007 Distribution Rate Application Board File No. EB-2007-0525 Clarification Requested

1. On Sheet 3 of your 2007 IRM Model, you have entered under General Service Less 50 to 4,999 kW the reference "Regulated Price Plan – Administration Charge". A review of your current Board approved Tariff of Rates and Charges shows that these should read "Regulated Price Plan – Administration Charge (if applicable)".

This is a transcription error and "(if applicable)" should be included in the description.

2. On Sheet 3 of your 2007 IRM Model, you have entered under Unmetered Scattered Load the reference "Service Charge". A review of your current Board approved Tariff of Rates and Charges shows that these should read "Service Charge (per connection)".

This is a transcription error and "(per connection)" should be included in the description.

- 3. On Sheet 3 of your 2007 IRM Model, you have entered under Unmetered Scattered Load the reference "Regulated Price Plan – Administration Charge". A review of your current Board approved Tariff of Rates and Charges shows that these should read "Regulated Price Plan – Administration Charge (if applicable)". This is a transcription error and "(if applicable)" should be included in the description.
- 4. On Sheet 3 of your 2007 IRM Model, you have entered under Sentinel Lighting the reference "Service Charge". A review of your current Board approved Tariff of Rates and Charges shows that these should read "Service Charge (per connection)". This is a transcription error and "(per connection)" should be included in the

This is a transcription error and "(per connection)" should be included in the description.

5. On Sheet 3 of your 2007 IRM Model, you have entered under Sentinel Lighting the reference "Regulated Price Plan – Administration Charge". A review of your current Board approved Tariff of Rates and Charges shows that these should read "Regulated Price Plan – Administration Charge (if applicable)". This is a transcription error and "(if applicable)" should be included in the description.

6. 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 these should read "Service Charge (per connection)".

This is a transcription error and "(per connection)" should be included in the description.

7. On Sheet 3 of your 2007 IRM Model, you have entered under Street Lighting the reference "Regulated Price Plan – Administration Charge". A review of your current Board approved Tariff of Rates and Charges shows that these should read "Regulated Price Plan – Administration Charge (if applicable)".

This is a transcription error and "(if applicable)" should be included in the description.

8. On Sheet 3 of your 2007 IRM Model, you have entered an amount of 1.0145 under Loss Factors with reference to "Total Loss Factor – Secondary Metered Customer >5,000 kW". A review of your current Board approved Tariff of Rates and Charges shows that the Total Loss Factor as "N/A".

The loss factor of 1.0145 was based on a draft revised Tariff of Rates and Charges effective January 25, 2007. The OEB has advised that when the final revised Tariff of Rates and Charges is issued the loss factor will be N/A. Therefore the 2007 IRM Model should be adjusted to reflect the loss factor to be N/A.

9. On Sheet 3 of your 2007 IRM Model, you have entered an amount of 1.0045 under Loss Factors with reference to "Total Loss Factor – Primary Metered Customer >5,000 kW". A review of your current Board approved Tariff of Rates and Charges shows that the Total Loss Factor as "N/A".

The loss factor of 1.0045 was based on a draft revised Tariff of Rates and Charges effective January 25, 2007. The OEB has advised that when the final revised Tariff of Rates and Charges is issued the loss factor will be N/A. Therefore the 2007 IRM Model should be adjusted to reflect the loss factor to be N/A.

Terry Greco, CA V.P. Financial Services PUC Services Inc.