



CAMBRIDGE AND NORTH DUMFRIES HYDRO INC.
1500 Bishop Street, P.O. Box 1060, Cambridge, ON N1R 5X6
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March 19, 2013

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

Dear Ms. Walli:

**Re: Cambridge and North Dumfries Hydro Inc. (EB-2012-0111)
2013 IRM3 Electricity Distribution Rate Application
Updates to the Model**

Cambridge and North Dumfries Hydro Inc. ("CND") has recently become aware of two issues that have necessitated re-filing the 3rd Generation Incentive Regulation Model for 2013 Filers V2.3 that was originally filed with the Board on November 9th, 2012.

The issues relate specifically to the two embedded customers that CND has namely Hydro One Networks Inc. and Waterloo North Hydro Inc. and are as follows:

1. The allocation of the deferred variance balances was not allocated to the embedded class and
2. The GDP-IPI was not applied to the embedded distributor class.

The impacts of these two issues have been incorporated into the updated model attached. No other models are affected and are therefore not filed.

If you require any additional information or clarification, please contact the undersigned.

Sincerely,

CAMBRIDGE AND NORTH DUMFRIES HYDRO INC.

Original signed by Grant Brooker

Grant Brooker
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