Festival Hydro

P.O. Box 397, Stratford, Ontario N5A 6T5

187 Erie Street, Stratford Telephone: 519-271-4700 Fax: 519-271-7204 www.festivalhydro.com

BY EMAIL AND COURIER

April 22, 2013

Ms. Kirsten Walli Secretary Ontario Energy Board Suite 2700, 2300 Yonge Street PO Box 2319 Toronto, ON M4P 1E4

Dear Ms. Walli:

<u>Re:</u> Service Area Amendment between Festival Hydro Inc. and Hydro One Networks Inc. EB-2013-0184

Festival Hydro Inc. (Festival) respectfully submits the enclosed documentation in support of a minor Service Area Amendment. Given that there will be no adverse impacts on existing customers (as this is a new subdivision), and that the incumbent distributor, Hydro One Networks Inc. (Hydro One) is in support of this amendment, we ask that the Board dispose of this proceeding without a hearing in accordance to the provisions in Section 21 (4) (b) in the *Ontario Energy Board Act*.

The section of land in question is presently included in Hydro One's defined service area, but is vacant, unserviced land abutting property serviced by Festival.

Festival proposes to amend Schedule 1 of Electricity Distribution Licence ED-2002-0513 Festival Hydro Inc. to add the following:

14. Part of Lot 5, Concession 2 (Geographic Township of Ellice), Registered Plan No. 11, City of Stratford, County of Perth

Upon approval of this application, Hydro One's Distribution Licence would not need to be amended.

Contact information for all parties is included in the Application, found at Exhibit A, Tab 1.

Sincerely, FESTIVAL HYDRO INC.

ORIGINAL SIGNED BY JAC VANDERBAAN

Jac Vanderbaan, P.Eng., CMA Chief Operating Officer

Enclosures

Cc: Stephen Coleman (Hydro One) Angela Yorgiadis (Hydro One) Tammy O'Sullivan (Hydro One) Pasquale Catalano (Hydro One) Ian Rawlings (IBI Group)

EB-2013-0184 Festival Hydro Inc. Filed: 4/22/2013 Exhibit: A Tab: 1 Page 1 of 9

Service Area Amendment Application Festival Hydro Inc. & Hydro One Networks Inc.

Preamble:

Festival Hydro Inc. ("Festival") is submitting the pre-filed evidence herein in support of its application for an amendment to the distribution license ED-2002-0513 to the service area description. This information has been prepared following the Ontario Energy Board's "Filing Requirements for Service Area Amendment Applications" (the "Guide") dated March 12, 2007 and generally follows the format of the Guide in the presentation of the evidence.

General Information:

Applicant: Incumbent Distributor: Affected Parties:	Festival Hydro Inc. ED-2002-0513 Hydro One Networks Inc. Customer Representative – Ian Rawlings, IBI Group (representing Countryside Developments Inc.)
Alternate Distributors:	None
Contact Information:	
<u>Applicant</u> Festival Hydro Inc. 187 Erie Street PO Box 397 Stratford, ON N5A 6T5	Bill Zehr, CGA President & CEO Tel 519-271-4703 extension 243 Fax 519-271-7204 bzehr@festivalhydro.com Jac Vanderbaan, P.Eng., CMA Chief Operating Officer Tel 519-271-4703 extension 241 Fax 519-271-7204 vanderj@festivalhydro.com

EB-2013-0184 Festival Hydro Inc. Filed: 4/22/2013 Exhibit: A Tab: 1 Page 2 of 9

Legal Counsel for Festival Hydro

Scott Stoll, LLB, P.Eng.
Aird & Berlis LLP
Brookfield Place, 181 Bay Street
Suite 1800, Box 754
Toronto, ON
M5J 2T9
sstoll@airdberlis.com
Tel: (416) 865-4703
Fax: (416) 863-1515

Incumbent Distributor

Hydro One Networks Inc.

Pasquale Catalano Regulatory Analyst, Regulatory Affairs Phone: 416-345-5405 Fax: 416-345-5866 E-mail: regulatory@hydroone.com 483 Bay Street South Tower, 8th floor Toronto, ON, M5G 2P5

Customer/Landowner IBI Group

Ian Rawlings Associate Tel 519-585-2255 x227 irawlings@ibigroup.com 105 Lexington Road Waterloo, ON N2J 4R7

EB-2013-0184 Festival Hydro Inc. Filed: 4/22/2013 Exhibit: A Tab: 1 Page 3 of 9

Reasons for Amendment:

The proposed amendment is requested as Festival's licensed service area does not include the Property but is adjacent to the edge of the Property. The Property abuts the parcel of land that was included in Festival's licensed service area through a service area amendment granted by the OEB in 2012, file number EB-2012-0204, which was an Application for which Festival had Hydro One's consent. A map of the Property showing the proposed road extensions, lots, and adjacent properties may be found at Exhibit A, Tab 1, Appendix A. The Property is located within an area of land that was annexed by the City of Stratford in 2007. The proposed amendment is consistent with the objective of a rational and efficient service area alignment based on both economic and engineering efficiency and is the environmentally preferred option.

Festival has or will have infrastructure in close proximity to the subject Property that can provide the required electrical service for this Property with minimal investment. The subject Property is the continuation of the residential subdivision that was started in 2012 with the granting of the Service Area Amendment through EB-2012-0204. The electrical infrastructure that is being installed for the first phase of the residential subdivision can accommodate the anticipated load within the subject Property. The incumbent distributor (Hydro One) has infrastructure in close proximity to the Property but it is expected that Hydro One (or the Customer) would need to make a significant investment to upgrade the Hydro One infrastructure to service this Property. The supply provided by Hydro One would be a radial supply while Festival Hydro can provide a looped supply which would be much more reliable.

Festival currently provides service to the properties adjacent to the subject Property that are within the City of Stratford.

Description of Proposed Service Area:

The Property consists of approximately 10.16 hectares of soon to be developed land annexed by the City of Stratford in 2007, and abutting properties currently within Festival's service area. The legal description of the land is as follows:

Part of Lot 5, Concession 2 (Geographic Township of Ellice), Registered Plan No. 11, City of Stratford, County of Perth

The Property will be accessed and serviced from existing circuits located on McCarthy Avenue and Dempsey Drive, which will be extensions of the circuits

EB-2013-0184 Festival Hydro Inc. Filed: 4/22/2013 Exhibit: A Tab: 1 Page 4 of 9

provided for the development supplied under a previous Service Area Amendment (EB-2012-0204).

The Property is zoned Residential and the proposed development will consist of 142 residential lots.

Area Maps

Below is a Key Map showing the location of the Property relative to the existing boundaries between Festival and Hydro One.



The drawing in Exhibit A, Tab 1, Appendix A shows the boundaries of the Property for which Festival is making this application (the part numbers refer to the legal description).

For clarity, this application is limited to the lands outlined in red in the sketch above, and more specifically outlined in the Draft Plan of Subdivision in

EB-2013-0184 Festival Hydro Inc. Filed: 4/22/2013 Exhibit: A Tab: 1 Page 5 of 9

Appendix A. The lands marked as "Additional Lands Owned by Applicant" on the Draft Plan of Subdivision will remain Hydro One service area.

Included in Exhibit A, Tab 1, Appendix B is a drawing which shows the existing distribution facilities of both Festival and Hydro One.

Distribution Infrastructure In and Around the Proposed Amendment Area

The amendment area will have a residential subdivision consisting of 142 lots. Festival has or will have 27,600 V. circuits on McCarthy Ave., and on Dempsey Drive and will supply the subdivision via a looped circuit. The underground circuit will extend through the development to connect an existing underground 27,600 V. circuit on Matilda Street., providing an alternate supply path.

The landowner owns additional vacant land north of the development, however at this time has no development plan or plan of subdivision for such property.

Efficient Rationalization of the Distribution System

The proposed Service Area Amendment will optimize the use of Festival's existing infrastructure.

A descriptive comparison of use of the distribution systems of Festival and Hydro One is given below. All distances and costs provided have been generated by Festival Hydro and Hydro One respectively using best available data and typical costing.

EB-2013-0184 Festival Hydro Inc. Filed: 4/22/2013 Exhibit: A Tab: 1 Page 6 of 9

	FESTIVAL HYDRO	HYDRO ONE		
Location of Point of	Delivery Point and	Delivery Point and		
Delivery and Point of	Connection Point will be	Connection Point would		
Connection	a three phase circuit on	be an upgraded circuit		
	McCarthy Ave. and on	along Short Street from		
	Dempsey Drive adjacent	O'Loane to the west end		
	to the subject property.	of the subject property.		
Proximity of Proposed	Approximately 2m from	Approximately 216m		
Connection to Existing,	a 27.6 kV feeder on	from three phase line on		
Well-Developed	McCarthy Ave, and	O'Loane.		
Distribution System	approximately 2m from a			
	27.6 kV feeder on			
	Dempsey Drive.			
Fully Allocated	Approximately \$2,500.00	Approximately \$31,243		
Connection Costs	to frame one dip pole for	to upgrade single phase		
	connection and extend a	line on Short Street to		
	three phase U/G primary	three phase.		
	circuit to the	Approximately \$383,340		
	development from	to service the subdivision		
	McCarthy.	plus \$54,563 for		
	Approximately \$341,000	overheads and interest		
	for FHI to service the	during construction.		
	subdivision inclusive of	Total \$469,147. Note		
	overheads. Developer to	that Hydro One design		
	supply civil works at	does not use ducts for		
	estimated cost of	underground cables		
	\$142,000. Total cost of	except for road crossings.		
	\$485,500. Note Festival			
	Hydro design is a fully			
	ducted system.			
Capital Contribution	Estimated to be \$227,034	Estimated to be \$243,534		
Required from	based on cost recovery	based on cost recovery		
Customer	calculation.	calculation.		
Costs of Stranded	None.	None.		
Equipment				
Reliability Impacts	None.	None.		
Provide for Future	Yes.	Yes.		
Growth in Area				
Provide for Cost	Yes.	No.		
Efficient Improvements				
in the Area				

EB-2013-0184 Festival Hydro Inc. Filed: 4/22/2013 Exhibit: A Tab: 1 Page 7 of 9

Description of Impacts

Affected Customers or Landowners:

The only directly affected customer is the developer identified as Countryside Developers Inc.

Impacts on Costs, Rates, Service Quality and Reliability for Area Customers:

Festival

Cost – impact is negligible since primarily existing infrastructure will be utilized.

Rates – a favourable impact is expected as the utilization of existing infrastructure will be greater and gross revenue will increase.

Service Quality – no impact to service quality as the Application represents only a small group of residential customers to be connected to an existing feeder.

Reliability – no impact to system reliability.

Impacts on Customers Outside the Area:

This Service Area Amendment application is not expected to have any impacts on customers outside of the immediate area.

Impacts on Each Distributor:

Festival will see a marginal increase in asset base and an increase in revenue, with minimal impacts to operating and administrative costs.

Hydro One is not expected to be significantly impacted by this Service Area Amendment application since it affects none of their existing infrastructure or customers. Hydro One will see a slight load increase on its feeders to Festival.

Assets Stranded or Redundant:

No assets will be stranded or made redundant.

Assets Transferred:

EB-2013-0184 Festival Hydro Inc. Filed: 4/22/2013 Exhibit: A Tab: 1 Page 8 of 9

No assets will be transferred.

Customers Transferred:

No customers will be transferred.

Load Transfers or Retail Points Eliminated:

None.

New Load Transfers or Retail Points:

None.

Evidence of Consideration and Mitigation of Impacts

Customer/Landowner:

The Consultant representing the Customer, Ian Rawlings, was advised by Festival Hydro on September 19, 2012 that the proposed development was within Hydro One's Service Area, but immediately adjacent to Festival Hydro's Service Area. On December 13, 2012, the Customer made formal application to Festival Hydro to service this development. On December 20, 2012, Festival Hydro provided a draft cost estimate to service the property, subject to the OEB granting a Service Area Amendment. A copy of the email exchange between the Consultant and Festival Hydro is in Exhibit A, Tab 1, Appendix C.

Incumbent Distributor:

The Consultant emailed Hydro One on December 7, 2012 requesting an estimate to supply the development. A reminder email was sent on January 21, 2013 asking for an update on the status of the request. On February 28, 2013 Hydro One advised the Consultant that they were proceeding with the preparation of their estimate. On March 25, 2013 Hydro One provided their estimate. A copy of email correspondence between the customer and Hydro One is in Exhibit A, Tab 1, Appendix D. Hydro One Networks Inc. has indicated they support this Service Area Amendment. See letter of support dated April 15, 2013 in Exhibit A, Tab 1, Appendix F.

EB-2013-0184 Festival Hydro Inc. Filed: 4/22/2013 Exhibit: A Tab: 1 Page 9 of 9

Customer Preference:

The customer has indicated they prefer that Festival be their distributor. This is outlined in their letter in Exhibit A, Tab 1, Appendix E.

Additional Information for Contested Applications

This application is not being contested by any affected party.

APPENDIX A

MAP OF THE PROPERTY



0 DATE: S JOB NU S FILE NU S SHEET T 17 - D SINESS LEXING TERLO() 585-2:) 585-2:	2 ft1/10/2012 kw UPDATED AS PER ENGINEERING COMMENTS # DATE BY ISSUED FOR DRAFT PLAN APPLICATION # DATE BY REVISIONS APPROVALS APPROVED: DATE DATE	D WIDENING (SHORT STREET) RESERVES IT OF WAYS (A, B, C & DEMPSEY E) RTHY ROAD RTHY ROAD INDAL LANDS OWNED 14.040 ha	LOTS/BLKS LAND USE AREA (HA) POTENTIAL # OF UNITS LOTS 1-88 SINGLE DETACHED RESIDENTIAL 4.77 88 88 BLOCK 89-95 TOWNHOUSE RESIDENTIAL 0.94 30 30 BLOCK 96 MULTIPLE RESIDENTIAL 1.08 24 24 BLOCK 97 WALKWAY 0.015 5 5 BLOCK 98 WALKWAY 0.024 5 5 BLOCK 100 WALKWAY 0.015 5 5 BLOCK 101 STORMWATER MANAGEMENT 0.51 5 5	Land Survey	INFORMATION REQUIRED UNDER SECTION 51 (17) OF THE PLANNING ACT, R.S.O. 1990. c.P.13 AS AMEND (a) - AS SHOWN (b) - AS SHOWN (c) - AS SHOWN (d) - AS LISTED BELOW (f) - AS SHOWN (g) - AS SHOWN (h) - MUNICIPAL WATER (i) - SANDY LOAM (i) - AS SHOWN (k) - MUNICIPAL SANITARY AND STORM SEWERS (i) - NONE SURVEYOR'S CERTIFICATE	ADDITIONAL LANDS OWNED BY APPLICANT SUBJECT FROPERTY KEY MAP - N.T.S.	OF SUBDIVISION TUER PROPERTY PART OF LOT 5, CONCESSION 2 (GEOGRAPHIC TOWNSHIP OF ELLICE) CITY OF STRATFORD COUNTY OF PERTH

APPENDIX B

EXISTING DISTRIBUTION FACILITIES OF FESTIVAL AND HYDRO ONE



APPENDIX C

COMMUNICATION FROM CUSTOMER REPRESENTIVE REQUESTING AN ESTIMATE FROM FESTIVAL

From: Jac Vanderbaan
Sent: September-19-12 3:46 PM
To: irawlings@IBIGroup.com
Subject: Countryside Developers North Stratford Development

Hi Ian,

I read in the Beacon Herald that you made a presentation to Stratford City Council on Monday, September 10 regarding a new development proposed for north Stratford. As you may be aware, this land is currently within Hydro One's service territory so they would be the incumbent electricity distributor for this project. However, we recently received a Service Area Amendment to become the distributor for the lands immediately adjacent to this project, and we would like the opportunity to make another application to include this new project.

The newspaper article indicated this project could commence next year. If that is the case, we would like to start the Service Area Amendment application process before the end of this year. If you could confirm the proposed schedule, or identify when you expect to know when the project will start, please let me know.

Thanks, Jac Vanderbaan, P.Eng., CMA Chief Operating Officer Festival Hydro Inc. Tel 519-271-4703x241 Fax 519-271-7204

From: Jac Vanderbaan [mailto:vanderj@festivalhydro.com]
Sent: Thursday, December 13, 2012 11:25 AM
To: Ian Rawlings
Subject: RE: Countryside Developers North Stratford Development

Ian – you should also make a formal application to Doug Eckel for a price for Festival Hydro to service this development. You can cc me on any correspondence. I will need this for the application for the Service Area Amendment.

Thanks, Jac Vanderbaan, P.Eng., CMA Chief Operating Officer Festival Hydro Inc. Tel 519-271-4703x241 Fax 519-271-7204 From: Ian Rawlings [mailto:irawlings@IBIGroup.com]
Sent: December-13-12 11:40 AM
To: Doug Eckel; Jac Vanderbaan
Cc: Bob Scott (b_sconstruction@sympatico.ca); peter@hydeconstruction.com
Subject: FW: Countryside Developers North Stratford Development

Doug – I have attached a copy of the Draft Approved Plan of Subdivision for the Tuer Property located in North-west Stratford. We are working with Festival Hydro towards having a service area amendment approved so as to bring these lands into the Festival Hydro realm. Normally we would have engineering design drawings completed for the proposed development which we would send to you for the purposes of obtaining cost estimates, but we are not at that stage yet. In the meantime, we are looking for some clarity on who will ultimately be the Hydro service provider – and you know we like to deal locally. In this context, I would request that you provide us your best estimate to provide service for the proposed subdivision, which information will be part of the application for service area amendment – assuming you remain as cost-effective as you usually are in comparison the Hydro One.

For your information, I would note that the lands that are currently Draft Plan Approved comprise only a portion of the Tuer Property, as it extends further north to the Quinlan Rd as shown on the Key Map on the Draft Plan. It is impossible to provide any direction as to what form the development of these additional lands will take, but we would presume that the service area amendment would bring the entire ownership into Festival Hydro's service area, assuming it is approved. Perhaps you could discuss how you need to (or whether you need to) address those lands as part of the service area amendment application.

If you require a CAD file of our drawing, or any additional information, please let me know

From: Doug Eckel
Sent: December-20-12 9:11 AM
To: Ian Rawlings
Cc: peter@hydeconstruction.com; Bob Scott (b_sconstruction@sympatico.ca); Jac Vanderbaan; Ysni Semsedini
Subject: Country Side Developers, North Stratford Development

Hi Ian

As per your request by email December 13, 2012 I have reviewed the Draft Approved Plan of Subdivision for the Tuer Property located in North-West Stratford, to give you a cost estimate for Festival Hydro Inc. to install the electrical servicing into the development. Without having your electrical design I have created an estimate based on past developments I have worked on along the same scale as this one. I have estimated the installation of the primary cable, all terminations and installation of the transformers to be \$168,000.00 and the installation of the secondary services to be \$173,000.00 for a total of \$341,000.00. These estimates are for cabling and terminations only. It is the responsibility of the owner/developer to install the duct banks, concrete vaults, and secondary servicing duct to FHI specs. Before FHI will order any material or commence with any work a Subdivision Servicing Agreement will need to entered into, and I have attached a copy of it for you to review and I have also attached a general pre-information check list to help you. If Festival Hydro does get a service area amendment and once we have agreed on a final electrical design these estimates will of course have to be revisited. If you have questions please do not hesitate to call me.

Regards,

Doug Eckel Engineering Manager Festival Hydro Phone (519) 271-4703 Ext. 246 Cell (519) 272- 3377 Fax (519) 271-7204

APPENDIX D

EMAIL BETWEEN CUSTOMER REPRESENTIVE AND HYDRO ONE

From: Ian Rawlings
Sent: Friday, December 07, 2012 4:38 PM
To: 'gordon.messervey@HydroOne.com'
Cc: peter@hydeconstruction.com; Bob Scott (b_sconstruction@sympatico.ca)
Subject: Plan of Subdivision 31T-12001 City of Stratford

I act for the developers of the above-mentioned Plan of Subdivision which is located in the north-west quadrant of the City of Stratford. The lands are located in an area that I understand is still within the service area of Hydro One and we wish to move forward with the detailed engineering design for the subdivision now that it has been given Draft Plan Approval by the City. On July 5, 2012 the Ontario Energy Board gave the order to amend Festival Hydro's Service Territory to include the lands immediately east of my client's property, referred to as Northwest Stratford (2009) Developments Inc.. This was completed under OEB reference number EB-2012-0204. Hydro One gave their consent for that application. As the two developments will be closely integrated in terms of municipal servicing we are considering the issue of which hydro provider can most efficiently service our subdivision. In this context, I would be interested if Hydro One could provide a "high level" estimate of the cost to provide underground electrical service to my client's lands.

The attached Draft Plan of Subdivision proposes the first phase of development of a portion of my client's land. The entire ownership comprises a much larger parcel which is shown on the attached draft Reference Plan of Survey which describes the entire parcel as Part 1. The lands are owned by Ms. Grace Tuer with the developer being Countryside Developments Inc. The legal description of the lands is as shown on both of the attached drawings, being Part of Lot 5, Concession 2 (Geographic Township of Ellis) now in the City of Stratford, County of Perth.

An initial indication of your cost to service the Draft Plan will allow us to determine if an application to amend the service territory for Festival Hydro would be warranted. I would appreciate if such an estimate could be provided by the end of this month as it is our intention to proceed to obtain approvals for engineering design to permit commencement of servicing in the spring of 2013. If you have any questions respecting this request, my telephone number is below and I would be pleased to respond to your contact.

Ian Rawlings

Associate

IBI Group

Unit 17, Dearborn Business Park 105 Lexington Road Waterloo ON N2J 4R7 Canada tel 519 585 2255 ext 227 fax 519 585 2269 email irawlings@IBIGroup.com web www.ibigroup.com From: Ian Rawlings [mailto:irawlings@IBIGroup.com]
Sent: January-21-13 11:45 AM
To: gordon.messervey@HydroOne.com
Cc: Jac Vanderbaan
Subject: FW: Plan of Subdivision 31T-12001 City of Stratford

Gordon – I submitted the attached request in early December 2012 and have heard nothing from Hydro One in response. Could you please advise the status of my request?

From: r.crane@HydroOne.com [mailto:r.crane@HydroOne.com]
Sent: Thursday, February 28, 2013 7:48 AM
To: Ian Rawlings
Cc: <u>b sconstruction@sympatico.ca</u>
Subject: RE: Zone 1, Belleville OPS, Tuer Subdivision Phase 1

Hi Ian,

I am proceeding with our hydro design & cost estimate with the information that you provided for this Tuer Subdivision.

I will get back to you later next week.

Regards

Ryan Crane Hydro One

Distribution Engineering Design Technician Customer Operations 420 Welham Road, Barrie ON L4N 8Z2 (BAF) Phone: (705) 719-5728 Toll Free: 1-866-272-3330 x 5728 Fax: (705) 719-0716

R.Crane@HydroOne.com

From: r.crane@HydroOne.com [mailto:r.crane@HydroOne.com]
Sent: Monday, March 25, 2013 10:29 AM
To: Ian Rawlings
Cc: subdivision@HydroOne.com
Subject: Zone 1, Belleville OPS, Tuer Subdivision Phase 1

Morning Ian,

Attached are the Hydro One costs. Please be advised the costs will change if there are conflicts with the deep services.

Thanks.

Ryan Crane

Hydro One Distribution Engineering Design Technician Customer Operations 420 Welham Road, Barrie ON L4N 8Z2 (BAF) Phone: (705) 719-5728 Toll Free: 1-866-272-3330 x 5728 Fax: (705) 719-0716

R.Crane@HydroOne.com

APPENDIX E

LETTER FROM CUSTOMER TO FESTIVAL



IBI Group 17–105 Lexington Road Waterloo ON N2J 4R7 Canada

tel 519 585 2255 fax 519 585 2269

March 27, 2013

Mr. Jac Vanderbaan, P.Eng, CMA Chief Operating Officer FESTIVAL HYDRO INC. 187 Erie Street, PO Box 397 Stratford, ON N5A 6T5

Dear Sir:

HYDRO SERVICING FOR COUNTRYSIDE DEVELOPMENTS INC. (TUER FARM) STRATFORD, ONTARIO

As discussed previously, IBI Group is the representative of Countryside Developments Inc., the owner/developer of a proposed residential subdivision in northwest Stratford.

Through our discussions, we understand that Festival Hydro can provide electrical servicing for this development from both McCarthy Road and Dempsey Drive, with minimal investment required to extend the circuits. We also understand that the closest Hydro One three phase circuit is on O'Loane Avenue with approximately 225m of single phase on Short Street that will need to be upgraded at the developer's cost.

While this property currently lies outside of Festival Hydro's licensed service area, we understand that Festival Hydro can apply to the Ontario Energy Board to amend their service area to include this parcel. We support Festival Hydro's application to become the licensed distributor for this development as their closer proximity will mean a lower initial cost to our client, a lower monthly electricity bill for the eventual residents of the subdivision, and Festival Hydro can provide a more reliable loop-feed to this development while Hydro One can only provide a radial feed.

We anticipate development of this property to begin shortly and request that Festival Hydro take the necessary steps to become the distributor for this development as soon as possible. Please let me know if I can be of further assistance

Yours truly IBI GROUP

Jon F Rowlings

Ian F. Rawlings Associate and Branch Manager

Cc: Bob Scott, Countryside Developments Inc.

Peter Hyde, Countryside Developments Inc.

J:\15088 Tuer\2.2 Corres-IBI-External\PTL FHService Amendment Request2013-03-27.docx\2013-04-03\IFR

APPENDIX F

LETTER FROM HYDRO ONE TO FESTIVAL

Hydro One Networks Inc. 8th Floor, South Tower 483 Bay Street Toronto, Ontario M5G 2P5 www.HydroOne.com

Tel: (416) 345-5707 Fax: (416) 345-5866 Andrew.skalski@HydroOne.com

Andrew Skalski Director – Major Projects and Partnerships Regulatory Affairs



BY COURIER

April 15, 2013

Bill Zehr President and CEO Festival Hydro Inc. 187 Erie Street, P.O. Box 397 Stratford, ON N5A 6T5

Dear Mr. Zehr:

Festival Hydro Inc. Application for a Service Area Amendment – Hydro One Networks' Letter of Consent

This is to confirm that Hydro One Networks Inc. ("Hydro One") supports your application to amend Festival Hydro Inc.'s ("FHI") Distribution Licence as proposed in FHI's service area amendment application to include the property with the legal description Part of Lot 5, Concession 2 (Geographic Township of Ellice), Registered Plan No. 11, City of Stratford, County of Perth. Also, Hydro One supports FHI's request to proceed with this service area amendment without a hearing.

Sincerely,

ORIGINAL SIGNED BY JOANNE RICHARDSON ON BEHALF OF ANDREW SKALSKI

Andrew Skalski