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Andrew Skalski

Director – Major Projects and Partn
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BY COURIER

July 18, 2013

Mr. David Richmond
Manager, Electricity Facilities and Infrastructure
Ontario Energy Board
Suite 2700, 2300 Yonge Street
Toronto, ON.
M4P 1E4

Dear Mr. Richmond:

EB-2009-0425 – Hydro One Networks' Section 92 Application – Toronto Midtown Transmission Reinforcement Project – Project Status Update

The Ontario Energy Board's Decision and Order, Appendix A, Section 1.4 dated June 17, 2010 requires that Hydro One Networks advise the Board of any material change in the project. The approved section 92 application had an in-service date of April 2013 and total project cost of \$105 million, jointly financed by Hydro One (60%) and Toronto Hydro Electric System Limited ("Toronto Hydro") (40%).

Hydro One wishes to advise the Board that the project's in-service date is now expected to be December 2015. The impact of the delay on project costs is manageable. Challenges with construction of the main tunnel shaft at Mt. Pleasant Road, the learning curve with the use of new technology (ground freeze for excavation of shafts), and outage constraints during the summer months has led to the delays in the construction schedule. Toronto Hydro has been updated to the current status of this project.

The line work between Leaside TS and Bayview Junction and between Birch Junction and Bridgman TS, costing \$17 million was completed and in-service in 2012.

Sincerely,

ORIGINAL SIGNED BY JOANNE RICHARDSON FOR ANDREW SKALSKI

Andrew Skalski