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October 3, 2013

DELIVERED BY RESS, COURIER AND E-MAIL

Ms. Kristen Walli, Board Secretary Ontario Energy Board 2300 Yonge Street Suite 2701 Toronto, ON M4P 1E4

Dear Ms. Walli:

Re: Update to APPrO Expert Plan for Enbridge EB-2012-0459

On September 9, 2013 the Association of Power Producers of Ontario ("APPrO") filed its Expert Plan pursuant to Procedural Order No.1 (the "APPrO Expert Plan").

Paragraph 9 of the APPrO Expert Plan provided:

"APPrO has issued a Request for Proposals to provide expert support as part of this proceeding (the "RFP"). A draft of this RFP is attached as Appendix "A". Due to the short timeframes specified in Procedural Order No. 1, APPrO is not in a position to estimate the costs for the expert because APPrO is still waiting for responses to its RFP. The purpose of the RFP is to ensure a qualified, independent and cost-effective cost allocation expert is retained for this proceeding. APPrO will undertake to provide the Board with an estimate of the costs of the expert (including an explanation of the assumptions regarding participation in various parts of the proceeding, including a joint expert conference) within 5 business days of its selection of a winner of the aforementioned RFP process."

APPrO has completed its review of the proposals received in response to its competitive RFP process. APPrO is pleased to inform the Board that it has chosen Mr. John Todd and Mr. Mike Roger of Elenchus Research Associates Inc. as its cost allocation experts for this proceeding.

The Elenchus response to the RFP included an estimate of the costs of \$26,000 for pre-hearing costs (review of Enbridge cost-allocation evidence, preparation of IRs, drafting written evidence, and responding to IRs on written evidence) and a rough estimate of \$15,600 for hearing costs (including 1 day for a technical conference and 1 day for an expert pre-hearing conference, ½ day of testimony at an oral hearing, responding to undertakings and advising on final argument). The Elenchus proposal represented the most cost-effective proposal received by APPrO in response to the competitive RFP process.



Yours Truly,

BORDEN LADNER GERVAIS LLP

Original signed by John A.D. Vellone

John A.D. Vellone

Encl.

Copy: David Butters, APPrO

John Wolnik, John Todd, Mike Rogers, Elenchus

Parties to EB-2012-0459

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