

October 25, 2013

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

Attention: Ms. Kirsten Walli, Board Secretary

Dear Ms. Walli:

RE: Delay in Filing 2014 IRM Distribution Rate Application (EB-2013-0146)

Kingston Hydro Corporation (Kingston) is scheduled to file its 2014 Incentive Regulation Mechanism (IRM) rate application for rates effective May 1, 2014 as a tranche 5 filer with a due date of October 25, 2013, per the Ontario Energy Board's ("OEB") letter dated August 16, 2013.

In July 2013, the OEB advised Kingston that the OEB's Regulatory Audit and Accounting group ("Regulatory Audit") would review Kingston's Deferral and Variance Account ("DVA") Group 1 balances as at December 31, 2012. Kingston's ability to submit a complete 2014 IRM application is pending the findings of the OEB's Group 1 DVA audit and as such Kingston is unable to meet the October 25th IRM application 2014 filing deadline.

At this time, the DVA Group 1 audit is still in progress however close to reaching conclusion. We have a meeting scheduled Monday October 28, 2013 and expect to reach a conclusion on the one remaining issue shortly thereafter.

Kingston remains committed to submitting a complete 2014 IRM distribution rates application no later than November 1, 2013.

Respectfully submitted,



Nancy Taylor,
Corporate Secretary

cc: Mr. Daria Babaie, Manager Regulatory Audit and Accounting