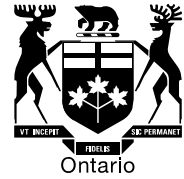


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BY EMAIL

February 7, 2014

Ontario Energy Board
P.O. Box 2319
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2300 Yonge Street
Toronto ON M4P 1E4
Kirsten.Walli@ontarioenergyboard.ca

Attention: Ms. Kirsten Walli, Board Secretary

Dear Ms. Walli:

**Re: Tillsonburg Hydro Inc. ("Tillsonburg Hydro")
2014 IRM Distribution Rate Application
Board Staff Submission
Board File No. EB-2013-0173**

In accordance with Procedural Order No.1, written submissions by Board staff must be filed with the Board, and copied to all other parties, by February 7, 2014. Board staff has reviewed Tillsonburg Hydro's 2014 IRM application and its responses to interrogatories and has no concerns with the application.

Board staff notes that the Group 1 principal balances to be disposed as of December 31, 2012 reconcile with the amounts reported by Tillsonburg Hydro as part of the *Reporting and Record-keeping Requirements* and that Tillsonburg Hydro's proposed one-year disposition period is consistent with the guidelines outlined in the *Report of the Board on Electricity Distributors' Deferral and Variance Account Review Initiative*. Therefore, Board staff has no issues with this request.

Tillsonburg Hydro is reminded that its Reply Submission, if it intends to file one, is due by February 21, 2014.

Yours truly,

Original Signed By

Stephen Vetsis, Analyst, Applications & Regulatory Audit