ONTARIO ENERGY BOARD NOTICE TO CUSTOMERS OF HYDRO ONE NETWORKS INC.

Hydro One Networks Inc. has applied to raise its electricity distribution rates. Learn more. Have your say.

Hydro One Networks Inc. has applied to the Ontario Energy Board to adjust the amount it charges each month for electricity distribution beginning January 1, 2015 and continuing for a 5 year period to December 31, 2019. Hydro One's proposed monthly bill impacts for a typical residential customer using 800 kWh per month are set out in the table below:

2015 a decrease of \$0.69 per month 2016 an increase of \$2.15 per month 2017 an increase of \$1.37 per month 2018 an increase of \$1.03 per month 2019 an increase of \$1.61 per month

Other customers, including businesses, may be affected as well.

THE ONTARIO ENERGY BOARD IS HOLDING A PUBLIC HEARING

The Ontario Energy Board (OEB) will hold a public hearing to consider Hydro One's request. We will question the company on its case for a rate increase. We will also hear arguments from individuals and from groups that represent Hydro One's customers. At the end of this hearing, the OEB will decide what, if any, increase will be allowed.

Distributors typically apply for a full review of their rates every five years with any rate changes for the years in-between automatically tied to inflation (and other factors intended to promote efficiency). In this application, Hydro One is applying for a full review of its distribution rates over each of the five years, consistent with the option for a distributor to file an application on a custom basis.

The OEB is an independent and impartial public agency. We make decisions that serve the public interest. Our goal is to promote a financially viable and efficient energy sector that provides you with reliable energy services at a reasonable cost.

BE INFORMED AND HAVE YOUR SAY

You have the right to information regarding this application and to be involved in the process. You can:

- Review Hydro One's application on the OEB's website now.
- Sign up to observe the proceeding by receiving OEB documents related to the hearing.
- · File a letter with your comments, which will be considered during the hearing.
- Become an active participant (called an intervenor). Apply by **February 15, 2014** or the hearing will go ahead without you and you will not receive any further notice of the proceeding.
- At the end of the process, review the OEB's decision and its reasons on our website.

LEARN MORE

These proposed charges relate to Hydro One's distribution services. They make up part of the Delivery line -- one of the five line items on your bill. Our file number for this case is EB-2013-0416. To learn more about this hearing, find instructions on how to file letters or become an intervenor, or to access any document related to this case please select the appropriate application from the list at the OEB website: www.ontarioenergyboard.ca/notice. You can also phone our Consumer Relations Centre at 1-877-632-2727 with any questions.

ORAL VS. WRITTEN HEARINGS

There are two types of OEB hearings – oral and written. If you have a preference as to which hearing type should be held, you can write to the OEB to express your preference and explain why.

PRIVACY

If you write a letter of comment or sign up to observe the hearing, your name and the content of your letter or the documents you file with the OEB will be put on the public record and the OEB website. However, your personal telephone number, home address and email address will be removed. If you are a business, all your information will remain public. If you apply to become an intervenor, all information will be public.

This rate hearing will be held under section 78 of the Ontario Energy Board Act, 1998, S.O. 1998 c.15 (Schedule B).

