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March 18, 2014

VIA RESS and E-mail

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

Attention: Ms. Kirsten Walli, Board Secretary

Dear Ms. Walli,

RE: London Hydro Inc. Comments on Draft Rate Order 2014 Electricity Distribution Rate Application (EB-2013-0150)

Following the Board's Decision and Rate Order, issued on March 13, 2014, concerning to London Hydro Inc.'s 2014 Electricity Distribution Rate Application (EB-2013-0150), London Hydro reviewed the draft Tariff of Rates and Charges set out in Appendix A of the Decision as per the Board Order #2.

London Hydro confirms the completeness and accuracy of the draft Tariff of Rates and Charges with two exceptions noted below:

 The Final Rate Generator Model does not apply the Price Cap Index adjustment to the Standby Charges, as it was identified in London Hydro's 2014 Electricity Distribution Rate Application (EB-2013-0150, submitted on September 26, 2013, on page 10 under section of Price Cap Index adjustment, first paragraph, lines 8-12. Page 5 of the draft Tariff of Rates and Charges displays the rate effective May 1, 2013 for Standby Power Service. London Hydro respectfully request that the Standby Power charge – approved on an interim basis – be updated with the Price Cap Index adjustment. The adjustment will result in a charge of: 2.9026/kW * (1+1.55%) = 2.9476.

2. On page 3 of the draft Tariff of Rates and Charges the "Rate Rider for Disposition of Deferral/Variance Accounts (2014) – effective until April 30, 2015" should be \$0.01231/kW according to the Final Rate Generator Model updated and provided by the Board. The fifth digit of the Rate Rider is missing from the draft Tariff of Rates and Charges. London Hydro confirms that its billing system has the capacity to bill Rate Riders to the fifth decimal point, and respectfully requests that the fifth decimal be permitted to be used for the Deferral/Variance Account Rate Riders.

Should you have any questions or concerns with the above comments and requests, please do not hesitate to contact the undersigned at (519) 661-5800 Ext. 5587.

Yours truly,

Original signed by

Judith Nagy, CGA Accountant London Hydro Inc.

cc by email: David Arnold, London Hydro Inc. Michael Janigan, VECC Shelley Grice, VECC