

Ontario Energy Board
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**Commission de l'énergie
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BY E-MAIL

September 12, 2014

Mary Caputi
Director of Regulatory Affairs
Oakville Hydro Electricity Distribution Inc.
861 Redwood Square
Oakville ON L6K 0C7

Dear Ms. Mary Caputi:

**Re: Oakville Hydro Electricity Distribution Inc.
Application for 2015 Distribution Rates
Board File Number: EB-2014-0102**

The Ontario Energy Board issued its Notice of Application and Hearing relating to your 2015 incentive regulation mechanism application (the "Notice") on September 2, 2014. The Notice established cost award eligibility in relation to Oakville Hydro's Z factor ice storm claim.

The purpose of this letter is to expand the scope of cost award eligibility to include eligibility for costs in relation to Oakville Hydro's request for a deferral account to track the impact of the half year rule on 2014 test year capital additions.

You are directed to immediately serve a copy of this letter directly on all parties identified in the Board's September 2, 2014 Letter of Direction and to make a copy of this letter available for public review at Oakville Hydro's office and in a prominent place on its website. Please also include proof of service of this letter in accordance with the directions herein as part of the affidavit required to be filed pursuant to the Letter of Direction issued on September 2, 2014.

Please direct any questions relating to this matter to Kelli Benincasa, Analyst at (416) 440-7624 or Kelli.Benincasa@ontarioenergyboard.ca.

Yours truly,

Original signed by

Kristi Sebalj
Registrar