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Ms. Kirsten Walli
Board Secretary
Ontario Energy Board
2300 Yonge Street
26th Floor, Box 2319
Toronto, ON M4P 1E4

Dear Ms. Walli:

**Re: EB-2014-0002
Horizon Utilities Corporation – Five Year Custom Distribution Rate
Application**

We are counsel to Horizon Utilities Corporation (“Horizon Utilities”) in the above captioned matter.

A Settlement Conference was convened in respect of this proceeding on Wednesday, August 27, 2014, in accordance with the Board’s Procedural Order (“PO”) #2.

PO #2 contemplated the filing of any settlement proposal arising out of the Settlement Conference by yesterday’s date. We wish to advise the Board that discussions are continuing among the parties. We expect to be corresponding with the Board early next week with respect to an updated deadline for the filing of any settlement proposal coming out of these discussions.

We thank you for your consideration in this matter.

**Yours very truly,
BORDEN LADNER GERVAIS LLP**

Original signed by James C. Sidlofsky

James C. Sidlofsky
JCS

copy to: John G. Basilio, Horizon Utilities Corporation
 Indy J. Butany-DeSouza, Horizon Utilities Corporation
 Intervenors
 Maureen Helt, OEB
 Christie Clark, OEB

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