

RP-2004-0203 EB-2006-0190

IN THE MATTER OF the *Ontario Energy Board Act, 1998,* S.O. 1998, c.15 (Schedule B);

AND IN THE MATTER OF an application by Hydro Ottawa Limited to amend its Conservation and Demand Management Plan

PROCEDURAL ORDER NO. 2

On July 27, 2006 Hydro Ottawa Limited ("Hydro Ottawa") applied to the Ontario Energy Board (the "Board") to redirect funds within its Conservation and Demand Management ("CDM") plan. The Board has assigned this application file EB-2006-0190.

Hydro Ottawa received approval of its CDM plan and budget on February 3, 2005. The approved budget is \$9,279,000 which is equivalent to Hydro Ottawa's third instalment of its incremental market adjusted revenue requirement. In approving Hydro Ottawa's CDM plan the Board imposed a number of conditions. One of those conditions required that Hydro Ottawa apply to the Board if it wanted to propose cumulative fund transfers among programs exceeding 20% of the approved budget. Hydro Ottawa is now applying for Board approval for such a transfer.

On September 20, 2006 the Board allowed parties to comment on the proposed change; Hydro Ottawa was then allowed to respond to the submissions. Submissions were received from several parties and Ottawa responded to those submissions.

The key issue for Hydro Ottawa is that it cannot, with its current Commercial, Industrial and Institutional ("CI&I") program, meet the spending deadline of September 30, 2007. The Board will hear submissions from the parties on the appropriateness of extending the spending timeline beyond September, 30, 2007. In preparing these submissions Hydro Ottawa should consider and discuss an

appropriate extension that would allow for uptake of the current CI&I program and budget.

At this time, the Board considers it necessary to make provisions for the following procedural matter. Please be aware that further procedural orders may be issued from time to time.

THE BOARD ORDERS THAT:

- Parties shall make submissions, if any, to the Board respecting the
 appropriateness of extending the September 30, 2007 spending deadline for
 third tranche conservation and demand management funds to enable Hydro
 Ottawa to continue and complete its expenditures related to its approved
 Commercial Industrial and Institutional program budget. All submissions
 shall be made on or before November 10, 2006.
- 2. All filings with the Board noted in the Order must be in the form of 10 hard copies and received by the Board by 5:00 p.m. on the stated date. The Board requires all correspondence to be in electronic form as well as paper. Therefore, all parties must also e-mail an electronic copy of their filings in searchable, unrestricted PDF or MS Word to the Board Secretary at Boardsec@oeb.gov.on.ca.

DATED at Toronto, November 2, 2006

ONTARIO ENERGY BOARD

Original signed by

Peter H. O'Dell Assistant Board Secretary