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January 23, 2015

BY FAX & BY COURIER

Ms. Kirsten Walli Board Secretary Ontario Energy Board 2300 Yonge St, Suite 2701 Toronto ON M4P 1E4

Dear Ms. Walli:

Board File No. EB-2014-0311 Hydro One Networks Inc. --- Deferral Account Application Energy Probe – Interrogatories to Applicant

Pursuant to Procedural Order No. 1, issued January 15, 2015, please find attached the Interrogatories of Energy Probe Research Foundation (Energy Probe) to Hydro One Networks in the EB-2014-0311 proceeding.

Should you require additional information, please do not hesitate to contact me.

Yours truly,

David S. MacIntosh

Swidt heath to

Case Manager

cc. Susan Frank, Hydro One Networks Inc. (By email)

Allan Cowan, Hydro One Networks Inc. (By email)

Roger Higgin, Consultant to Energy Probe (By email)

Peter Faye, Consultant to Energy Probe (By email)

Parties of Interest (By email)

Ontario Energy Board

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 One Networks Inc. for an accounting order to establish a deferral account.

Interrogatories of Energy Probe Research Foundation

January 23, 2015

Hydro One Networks Inc. ("Hydro One") North West Bulk Transmission Line Project Deferral Account Application Board File No. EB-2014-0311

Interrogatories of Energy Probe Research Foundation

Energy Probe-IR #1

Ref: Letter Dated December 11, 2013 from Deputy Minister of Energy & Letter Dated October 1, 2014 from Ontario Power Authority

- a) Are there Cost or Resource implications for 2015-16? Please provide details.
- b) Was Hydro One aware of the NWBTLP and potential cost Implications at the time of the Settlement Conference and Application for 2015-16 Rates- EB-2014-0140?
- c) If so, was the matter disclosed/addressed with Stakeholders.
- d) If so, please point to all references to the Project.

Energy Probe-IR #2

Ref: Application and Letter Dated October 1, 2014 from Ontario Power Authority

- a) Hydro One requests that the effective date of the requested Deferral Account to be October 1, 2014. Are there any 2014 costs?
- b) Does Hydro One Tx have preliminary estimates of costs? Please provide initial estimates of amounts that may be recorded in the proposed Deferral Account, for each of 2014, 2015 and 2016, including estimates of both internal and external resources.
- c) What is Hydro One's Transmission Materiality Threshold?
- d) Will the Account balances be reviewed and disposed of in the next rate case?
- e) Will the recorded costs be expensed or capitalized? Clarify for both Project proceeding and not proceeding.