

February 23, 2015

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Ontario Energy Board 2300 Yonge Street, Suite 2701 Toronto, Ontario M4P 1E4

ATT: Kirsten Walli Board Secretary

Dear Ms. Walli

Woodstock Hydro Services Inc. License # ED-2003-0011 2016 Cost of Service Rate Application Deferral Request

Woodstock Hydro Services Inc. (WHSI) is scheduled to file a Cost of Service Application for rates effective May 1, 2016, as noted in the Board's letter dated January 29, 2015.

Hydro One Inc. ("Hydro One") filed a "MAADs" Application with the OEB on July 10 2014 (EB-2014-0213), in which it seeks approval of Hydro One's purchase of the shares of WHSI and other related relief. Hydro One has indicated in the application that it intends to implement a rate reduction for a five year period in the event that the application is approved. As the treatment of distribution rates for the WHSI service area will be dependent on the outcome of the ongoing MAADs proceeding, please be advised that WHSI does not intend to file a forward test year cost of service distribution rate application this year for rates effective 2016. WHSI respectfully requests that the Board confirm that the WHSI cost of service application for the 2016 rate year may be deferred.

Yours truly,

Patricia Eitel CPA, CGA, P.Mgr Manager of Accounting and Regulatory Affairs Woodstock Hydro Services Inc.

cc: Ross McMillan, President and CEO, WHSI David Creery, CAO, City of Woodstock Mark Rodger, BLG