

**Ontario Energy
Board**
P.O. Box 2319
27th. Floor
2300 Yonge Street
Toronto ON M4P 1E4
Telephone: 416- 481-1967
Facsimile: 416- 440-7656
Toll free: 1-888-632-6273

**Commission de l'énergie
de l'Ontario**
C.P. 2319
27e étage
2300, rue Yonge
Toronto ON M4P 1E4
Téléphone: 416- 481-1967
Télécopieur: 416- 440-7656
Numéro sans frais: 1-888-632-6273



BY E-MAIL

June 3, 2015

Erin Henderson
Senior Regulatory Coordinator
Hydro One Networks Inc.
7th Floor, South Tower
483 Bay Street
Toronto ON M5G 2P5
regulatory@HydroOne.com

Dear Ms. Henderson:

**Re: Hydro One Networks Inc. (HONI)
Application for Leave to Construct Supply to Essex County Transmission
Reinforcement (SECTR) Project Phase 2
OEB File No. EB-2013-0421**

Pursuant to Procedural Order No. 5, OEB staff and intervenors filed clarification questions in regards to the interrogatory responses filed by HONI prior to the one day technical conference scheduled for June 5, 2015.

Clarification questions were filed by OEB staff, Canadian Manufacturers & Exporters, Electricity Distributors Association, EnWin Utilities Ltd., Power Workers' Union, and School Energy Coalition. The E3 Coalition filed a letter indicating that it is continuing to review the interrogatory responses from HONI to develop questions for clarification. The E3 Coalition also indicated topic areas they anticipate they would seek clarification on at the technical conference.

The OEB notes that almost one hundred clarification questions have been filed by OEB staff and intervenors. Therefore, the OEB expects HONI to address a majority of the questions at the technical conference but appreciates that the responses to some relevant questions may require considerable time and effort to prepare, for example, calculations and scenario analyses. If it is not practical to provide these types of responses at the technical conference, the Board will allow HONI to file written

responses at a later date.

In order to streamline the responses to the clarification questions and make best use of the technical conference, the OEB has determined that it will make provision for presentations to be made by HONI during the first part of the technical conference. The OEB directs HONI to provide an overview of the SECTR Project, including why HONI has proposed the new cost allocation methodologies; provide a description of the Independent Electricity System Operator's cost responsibility evidence and a description of the proposed cost allocation methodology at the distribution level for upstream transmission investments; provide illustrative results of the proposed methodologies for Hydro One Transmission, local distribution companies and sub-transmission customers; and provide an overview of its load forecast methodology.

Upon completion of the presentations, OEB staff and intervenors will then have an opportunity to orally ask the questions that have been submitted, to the extent that they have not been already answered in the presentation.

Yours truly,

Original Signed By

Kirsten Walli
Board Secretary

Cc: All interested parties EB-2013-0421