



Grimsby Power Incorporated

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June 27, 2016

Delivered by RESS and Courier

Ms. Kirsten Walli, Board Secretary
Ontario Energy Board
P.O. Box 2319, 27th Floor
2300 Yonge Street
Toronto, Ontario
M4P 1E4

Dear Ms. Walli:

**Re: EB-2015-0072
Electricity Distribution Rate Application for 2016 Rates
Grimsby Power Incorporated
Intent to File Written Evidence Update**

On June 24, 2016 Grimsby Power filed a settlement proposal. The parties reached a partial settlement on Board File EB-2015-0072. Issue 2.1 g), related to PILs, remains unsettled.

Grimsby Power will be filing an update to its written evidence that will address the appropriate use of loss carry forwards on the determination of the PILs component of the Test Year revenue requirement, including without limitation loss carry forwards related to the former Niagara West Transformation Corporation, which amalgamated with Grimsby Power in 2015; and the use of loss carry forward values reflecting actual results rather than those calculated on a regulatory basis. This issue is very complex and as such, Grimsby Power has retained a third party expert to provide an opinion on the relevant factors. Grimsby Power is awaiting a third party report and expects to file the updated evidence by end of day on Wednesday June 29, 2016.

If additional information is required by the Board please contact myself via e-mail (dougc@grimsbypower.com) or by phone at 905-945-5437 Ext. 221.

Regards,

Doug Curtiss, P.Eng.
Chief Executive Officer
Grimsby Power Inc.