

August 22, 2016

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

Dear Ms Walli:

Re: Delay in Filing - Welland Hydro-Electric System Corp. 2017 Cost of Service Rate Application (EB-2016-0110)

Welland Hydro-Electric System Corp. ("Welland") is scheduled to file a Cost of Service Distribution Rate Application for rates effective May 1, 2017. The Board's prescribed filing deadline for Welland's Application is August 26, 2016.

Although Welland is committed to submitting its Application for rates effective May 1, 2017, it regrets to inform the Board that it will not be able to meet the August 26, 2016 filing deadline.

Welland continues to work diligently on its Application and anticipates submission by September 30, 2016. The timeline for customer engagement was longer than anticipated. As a result, additional time is required for review of the application and the various models to ensure a complete and accurate filing is submitted.

Welland apologizes for any inconvenience this delay may cause. Please feel free to contact me if you have any questions.

Yours very truly,

Wayne Armstrong

Director of Finance & Chief Operating Officer

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