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September 9, 2016

Ontario Energy Board
2300 Yonge Street
P.O. Box 2319
Suite 2700
Toronto, ON M4P 1E4

Attention: Ms Kirsten Walli
Board Secretary

Dear Ms. Walli:

Re: EB-2015-0275 – IESO 2016 Expenditure and Revenue Requirement
Application
IESO letter of September 7, 2016

We are counsel to HQ Energy Marketing Inc. (“**HQEM**”) and the Association of Power Producers of Ontario (“**APPrO**”) in the above-captioned matter.

We are in receipt of the IESO’s letter dated September 7, 2016 which, *inter alia*, includes a request on the part of the IESO to proceed with a written hearing on the unsettled issues in this proceeding, that is, Issue 2 and its associated sub-issues.

HQEM and APPrO do not oppose a written hearing in this proceeding.

By way of clarification, in support of its request for a written hearing, the IESO states that the evidentiary record is adequate for the Board to reach a decision on Issue 2. The IESO also appears to imply that there is no dispute as to factual matters relevant to Issue 2. In HQEM and APPrO’s view, the evidence is inadequate to support the IESO’s proposal on the usage fee and there are disputes as to facts relevant to Issue 2; however, HQEM and APPrO are prepared to address these matters in a written hearing based on the existing record as filed.

Please do not hesitate to contact the undersigned if you have any questions in relation to the foregoing.

Sincerely,

Signed in the original

George Vegh