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September 26, 2016

Via RESS and Courier

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

Dear Ms. Walli:

Re: EB-2016-0160 Hydro One Networks Inc. – Update on Motion to Review and Vary Ontario Energy Board ("Board") Decision on Confidentiality Request

On September 21, 2016, the Board issued its Decision on Confidentiality Request pertaining to, among others, Hydro One's request for confidential treatment of the following:

- Summary of actual results for Inergi's performance indicators (Pls), which include the monthly, quarterly and yearly measures, for the period from March 2015 to February 2016 ("Inergi Pls"); and
- Inergi Outsourcing Agreement ("Inergi Agreement").

Hydro One advised the Board of its intention to file a notice of motion requesting review and variance of the Decision on Confidentiality Request as it relates to the Inergi Agreement via electronic correspondence on September 21, 2016 (the "**Motion**"). On Day 1 of the Technical Conference (September 22, 2016), Hydro One confirmed its intention to seek the Motion in respect of the Inergi Agreement and potentially in respect of the Inergi Pls.¹

Hydro One is now formally advising the Board of its intention to seek the Motion. The purpose of the Motion will be to seek limited redactions of pricing information, and penalty sanctions that concern the Inergi PIs. Hydro One is not objecting to the disclosure of the Inergi Agreement or the Inergi PIs, except where they affect Hydro One's ability to negotiate specific monetary measures in future outsourcing contracts, as such disclosure could have potential adverse impacts on ratepayers.

Hydro One intends to file the Motion on or before Friday, September 30, 2016.

¹ Transcript, Technical Conference Day 1, Page 34, Line 14 to Page 39, Line 25



In view of these circumstances, prior to filing the Motion, Hydro One intends to discuss its position with those parties which have expressed direct interest in this issue. The intent of these discussions is to have the Motion proceed, if possible, by way of consent.

Hydro One will advise the Board of the outcome of those discussions at the time the Motion is filed.

Yours truly,

Gordon M. Nettleton

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