Hydro One Networks Inc.

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Oded Hubert

Vice President Regulatory Affairs



BY COURIER

October 3, 2016

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

Dear Ms. Walli:

EB-2016-0160 – Hydro One Networks Inc.'s 2017 and 2018 Transmission Cost-of-Service Application – Updated Interrogatory Response

Attached please find an updated interrogatory response Exhibit I, Tab 3, Schedule 49 for Hydro One Networks Inc.'s Transmission Cost-of-Service Application. The response has been corrected to properly align the line descriptions with their corresponding percentages.

An electronic copy of the updated response has been filed using the Board's Regulatory Electronic Submission System and two (2) paper copies will be sent via courier.

Sincerely,

ORIGINAL SIGNED BY KAREN TAYLOR ON BEHALF OF ODED HUBERT

Oded Hubert

cc. Parties to EB-2016-0160 (electronic only)

Filed: 2016-08-31 EB-2016-0160 Exhibit I Tab 3 Schedule 49 Page 1 of 2

Association of Major Power Consumers in Ontario (AMPCO) INTERROGATORY #049

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Reference:

5 Exhibit B1 Tab 4 Schedule 1 Pages 2-5

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Interrogatory:

a) Please complete the following table:

Capital Cost	2010	2015	2016	2017	2018
Drivers					
Materials					
Construction,					
Labour, Fleet					
& Equipment					
Contracts					
Engineering &					
Project					
Management					
Commissioning					
Interest					
Capitalization					
Rate					
Overhead					
Capitalization					
Rate					

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Response:

a) There is no material difference in the percentages between the years 2012 and 2015. For the years 2016, 2017 & 2018 we do not forecast or plan at this level of detail/breakdown, however we do not anticipate any material differences in the percentage breakdown for the Capital Cost Drivers across these years.

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Witness: Brad Bowness

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Capital Cost Drivers	2012	2013	2014	2015
Construction, Labour, Fleet, Equipment	18%	22%	23%	23%
Commissioning	5%	7%	7%	5%
Engineering/ Project Management	14%	11%	11%	12%
Material	28%	30%	28%	30%
Contract	18%	13%	15%	15%
Interest	5%	4%	3%	4%
Overhead	12%	13%	13%	11%

Witness: Brad Bowness