Ontario Energy Board P.O. Box 2319 27th. Floor 2300 Yonge Street Toronto ON M4P 1E4

Telephone: 416- 481-1967 Facsimile: 416- 440-7656 Toll free: 1-888-632-6273 Commission de l'énergie de l'Ontario

C.P. 2319 27e étage 2300, rue Yonge Toronto ON M4P 1E4 Téléphone: 416-481-1967 Télécopieur: 416- 440-7656

Numéro sans frais: 1-888-632-6273



BY E-MAIL

November 17, 2016

Don Boyle Chief Administrative Officer Haldimand County P.O. Box 400, 45 Munsee St. N. Cayuga ON NOA 1E0 dboyle@haldimandcounty.on.ca

Dear Mr. Boyle:

Re: Generic Proceeding on Community Expansion (Natural Gas)

Thank you for your interest in the Ontario Energy Board's (OEB) hearing to consider cost recovery mechanisms for expanding natural gas service to Ontario communities that are not currently served.

The OEB has now issued its decision. The decision provides principles to guide the recovery of costs associated with expanding natural gas services. New customers will pay the cost of expansion through a rate structure that reflects that cost. Costs will not be subsidized by existing natural gas customers. Gas utilities interested in expanding their services will need to apply to the OEB and each application will be considered by the OEB, as is the current practice. Gas companies approved by the OEB to expand to new communities must provide a long-term commitment (for example, 10 years) to maintain rate stability to ensure that rates are reflective of long-term costs.

More details and the full decision can be found <u>here (EB-2016-0004)</u>.

Thank you again for your interest.

Sincerely,

Original signed by

Kirsten Walli Board Secretary