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December 13, 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. ("Hydro One") Transmission Rates Application – Response to Undertaking J09.12

Hydro One's response to Undertaking J09.12 is enclosed.

Yours truly,

McCarthy Tétrault LLP

Per:

Gordon M. Nettleton

GMN

Filed: 2016-12-13 EB-2016-0160 Exhibit J9.12 Page 1 of 1

UNDERTAKING – J9.12

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Undertaking

345

To provide the budget for air services (Ref.: Exhibit I-1-61)

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Response

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The forecasted 2017 and 2018 annual expenditures for Hydro One's helicopter services are \$10.2 million and \$10.8 million, respectively. The allocation to Hydro One Transmission follows the principles outlined in Black & Veatch's review of Shared Assets allocation found within Exhibit B1, Tab 3, Schedule 9, Attachment 1. Page 7 of the report outlines the Hydro One Transmission allocation, which is approximately 72.4%. As a result, the 2017 and 2018 expenditures allocated to Hydro One Transmission are approximately \$7.4 million and \$7.8 million, respectively.

Witness: Gary Schneider