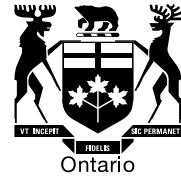


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BY E-MAIL

ijklassen@notlhydro.com

February 23, 2017

Jeff Klassen
Niagara-on-the-Lake Hydro Inc.
8 Henegan Road, P.O. Box 460
Virgil ON L0S 1T0

Dear Mr. Klassen:

**Re: Niagara-on-the-Lake Hydro Inc.
Application for Rates
OEB File Number EB-2016-0095**

Theodore Antonopoulos, the Ontario Energy Board's (OEB) Director, Rates has been delegated authority under Section 6 of the *Ontario Energy Board Act, 1998* to make a decision on the 2017 Price Cap IR application filed by Niagara-on-the-Lake Hydro Inc. on October 5, 2016. All relevant information and updates to the application have now been provided. Any further changes to the models will be documented and provided to you for review.

Attached to this letter is a draft of the decision the delegated authority proposes to make based on the application and any subsequent updates or clarifications. Please review the decision and provide any comments. Please also review the accompanying draft Rate Order for accuracy and completeness. Any comments are to be provided no later than March 2, 2017.

The Director, Rates will consider your comments, if any, provided they have been received by the deadline, and issue a final decision and rate order in due course.

Please direct any questions relating to this application to Anna King, Analyst 416-440-8108 or anna.king@ontarioenergyboard.ca.

Yours truly,

Original signed by

Kirsten Walli
Board Secretary