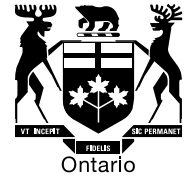


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BY E-MAIL

October 11, 2017

Mr. Frank D'Andrea
Vice President, Chief Regulatory Officer,
Chief Risk Officer
Hydro One Networks Inc.
7th Floor South Tower
483 Bay Street
Toronto, ON M5G 2P5

Dear Mr. D'Andrea:

**Re: Hydro One Networks Inc, 2017-2018 Transmission Revenue Requirement & Charge Determinants Application
Board File Number EB-2016-0160
Clarification to Decision and Order**

The OEB issued its Hydro One Transmission 2017 and 2018 Revenue Requirement and Charge Determinant Decision and Order (EB-2016-0160) on September 28, 2017. On October 10, 2017, Hydro One filed its draft Revenue Requirement and Charge Determinant Order as required by the OEB. In that filing, Hydro One advised that a statement regarding the compensation of the new Chair of Hydro One, found on page 47 of the Decision and Order, did not reflect the evidence in the proceeding, in particular Undertaking J12.5 filed on December 16, 2016. The OEB agrees that the statement in the Decision and Order referred to by Hydro One requires clarification.

The last full paragraph on page 48 of the Decision and Order currently reads:

The budgeted annual compensation cost of the new Chair is about \$1.7 million and \$1.8 million in 2017 and 2018, respectively, with about 53% of those amounts being allocable to transmission. The 2014 cost of the Chair that was replaced was about \$300,000.

Pursuant to section 41.02 of the OEB's Rules of Practice and Procedure, the OEB will clarify that paragraph on page 48 of the Decision and Order to read:

The budgeted annual compensation cost of the new Chair is about \$1.7 million and \$1.8 million in 2017 and 2018, respectively, with about 53% of those amounts being allocable to transmission. *Of those amounts, \$1.4 million is attributable to the Ombudsman's Office.* The 2014 cost of the Chair that was replaced was about \$300,000.

A revised version of the EB-2016-0160 Decision and Order has been issued.

Sincerely,

Original Signed By

Kirsten Walli
Board Secretary

c All Parties, EB-2016-0160