Hydro One Networks Inc.

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Henry Andre

Director – Regulatory Compliance Regulatory Affairs



BY COURIER

October 26, 2017

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-2016-0201 – Hydro One Networks Inc. RPP Roadmap Pricing Pilot

In July 2016, the Ontario Energy Board ("OEB") invited electricity distributors to submit applications to conduct pilots to test price and non-price programs, as part of its Regulated Price Plan (RPP) Roadmap. In response to this invitation, Hydro One Networks Inc. ("Hydro One") submitted a pilot proposal that was subsequently updated on August 31, 2017.

On October 23, 2017 the OEB issued a letter to Ms.Steele, VP of Market Solutions at Hydro One, indicating that the OEB had approved Hydro One's proposed pilot project subject to certain conditions. In its letter, the OEB requested that Hydro One submit, within 5 days of receipt of the letter, an updated project timeline and project budget reflecting, among other things, the exclusion of costs associated with the Thermal Energy Storage ("TES") component of the pilot.

Hydro One requests that it be provided until Friday November 3rd to make the requested revisions set out in the OEB letter. This will give Hydro One the time necessary to confirm with our pilot partner, McMaster University, and our vendors the appropriate budget reduction amounts relating to removing TES from the pilot.



We look forward to working with the OEB to develop electricity rates that better serve customers and the needs of the electricity system in Ontario. Please do not hesitate to contact Sahar Mishriki, CDM Manager, at (416) 345-4324 or at sahar.mishriki@hydroone.com if you have any questions.

Sincerely,

ORIGINAL SIGNED BY HENRY ANDRE

Henry Andre