Ontario Energy Board

P.O. Box 2319 2300 Yonge Street 27th Floor 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 2300, rue Yonge 27° étage Toronto ON M4P 1E4 Téléphone: 416-481-1967 Télécopieur: 416-440-7656 Numéro sans frais: 1-888-632-6273



BY E-MAIL

April 13, 2018

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

Dear Ms. Walli:

Re: Hydro One Networks Inc. 2018-2022 Distribution Custom Incentive Rate-setting Plan File Number EB-2017-0049 Expert Evidence of Pacific Economics Group Research LLC

In accordance with Procedural Order No. 3 issued January 10, 2018 and Procedural Order No. 5 issued April 6, 2018, please find attached the following report prepared by Pacific Economics Group Research LLC entitled "*IRM Design for Hydro One Networks, Inc.*".

The report was prepared at the request of OEB staff and is being filed to for the purpose of assisting the OEB in the current proceeding. The report is marked as Exhibit M1.

Hydro One Networks Inc. and all intervenors have been copied on this filing.

Yours truly,

Original signed by

Harold Thiessen Ontario Energy Board staff Case Manager, EB-2017-0049

Attachment

cc: All parties, EB-2017-0049