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 27º étage Toronto ON M4P 1E4 Téléphone: 416-481-1967 Télécopieur: 416-440-7656 Numéro sans frais: 1-888-632-6273



BY EMAIL

September 20, 2018

To: All Parties in EB-2016-0315

Re: UPDATE ON PROCEEDING

To implement the Ontario Energy Board Decision to eliminate the Hydro One Networks Inc. Distribution Seasonal Rate Class

In its March 12, 2015 Decision on the Hydro One Networks Inc. (Hydro One) Distribution Rates application,¹ the Ontario Energy Board (OEB) determined that Hydro One's seasonal class should be eliminated and existing seasonal class customers reclassified according to their density.

The OEB directed Hydro One to bring forward a plan for the elimination of its seasonal class. Hydro One filed its "Report on Elimination of the Seasonal Class" (the Report) on August 4, 2015.

In its Notice of Proceeding dated November 10, 2016, the OEB initiated a proceeding under section 78 of the *Ontario Energy Board Act*, 1998 to consider the remaining steps for the elimination of Hydro One's seasonal rate class. The OEB ordered Hydro One to update the Report as part of this process. Hydro One filed an updated Report on December 1, 2016.

The purpose of this letter is to inform parties that the OEB intends to resume this proceeding at the conclusion of its current review of Hydro One's proposed 2018-2022 distribution rates.² The OEB expects that Hydro One will update the December 1, 2016 report to reflect the new rates arising from this review and file this with the OEB no later than three weeks after the issuance of the final rate order for the distribution rates proceeding.

In updating the report, it will not be necessary for Hydro One to update the proposed notices that were included with the December 1, 2016 report. However, if Hydro One

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¹EB-2013-0416 / EB-2014-0247

²EB-2017-0049

wishes to propose a revised approach to the elimination of the seasonal class, it may do so in the updated report.

Any questions relating to this letter should be directed to Martin Davies at martin.davies@oeb.ca or at 416-440-8107 or James Sidlofsky at james.sidlofsky@oeb.ca or 416-440-7633.

Yours truly,

Original signed by

Kirsten Walli Board Secretary