

Andrew J. Sasso
Director, Regulatory Affairs
Toronto Hydro-Electric System Limited
14 Carlton Street
Toronto, ON M5B 1K5

Telephone: 416.542.7834
Facsimile: 416.542.3024
regulatoryaffairs@torontohydro.com
www.torontohydro.com



May 10, 2019

Via RESS

Ms. Kirsten Walli
Board Secretary
Ontario Energy Board
PO Box 2319
2300 Yonge Street, 27th floor
Toronto, ON M4P 1E4

Dear Ms. Walli:

**Re: OEB File No. EB-2018-0165 Toronto Hydro-Electric System Limited ("Toronto Hydro")
Custom Incentive Rate-setting ("Custom IR") Application for 2020-2024 Electricity Distribution
Rates and Charges – Intention to File Reply Report to PEG Evidence**

Toronto Hydro's Application filed on August 15, 2018 included a report by Power System Engineering Inc. ("PSE") with respect to productivity benchmarking. The OEB retained Pacific Economics Group Research LLC ("PEG") to review that evidence.

On March 20, 2019, OEB Staff filed a report prepared by PEG entitled "IRM Design for Toronto Hydro-Electric System Limited" ("PEG Evidence"). On April 24, 2019, OEB Staff submitted responses to interrogatories filed with respect to the PEG Evidence.

By May 31, 2019, Toronto Hydro intends to file a supplemental report by PSE in reply to the PEG Evidence. Toronto Hydro will serve copies on all parties.

Please contact me directly if you have any questions or concerns.

Respectfully,

Andrew J. Sasso
Director, Regulatory Affairs
Toronto Hydro-Electric System Limited

cc: Lawrie Gluck, OEB Case Manager
Michael Millar, OEB Counsel
Parties of Record
Amanda Klein, Toronto Hydro
Daliana Coban, Toronto Hydro
Charles Keizer, Torys LLP