



Margaret Nanninga, MBA, CPA, CGA  
Vice President Finance & CFO  
T | 519-749-6177  
F | 519-745-2360  
mnanninga@kwhydro.ca

November 19, 2020

**BY RESS**

Ms. Christine Long, Registrar  
ONTARIO ENERGY BOARD  
2300 Yonge Street, 27<sup>th</sup> Floor, P.O. Box 2319  
TORONTO, ON M4P 1E4

**Re: Board File No. EB-2020-0035  
Kitchener-Wilmot Hydro Inc. - Licence No. ED-2002-0573  
Inflation Adjustment**

Dear Ms. Long:

On November 9, 2020, the OEB released the 2021 inflation factor to be used in 2021 rate applications. The OEB is allowing distributors discretion to elect the calculated IPI level or a lower value.

KWHI is electing to use 2.2% as the inflation factor for 2021. KWHI's assigned stretch factor is 0.15%, so the net inflation adjustment for 2021 will be 2.05%.

Contact the undersigned should you require any further information.

Respectfully submitted,

*Original Signed By:*

Margaret Nanninga, MBA, CPA, CGA  
Vice President Finance & CFO