

January 8, 2021

Ms. Christine E. Long  
Registrar  
Ontario Energy Board  
P.O. Box 2319  
2300 Young Street, 27<sup>th</sup> Floor  
Toronto, ON M4P 1E4

**RE: Welland Hydro-Electric System Corp.  
2021 Inflation Factor  
EB-2020-0060**

Dear Ms. Long:

On November 9, 2020 the Ontario Energy Board ("OEB") issued a letter identifying the 2021 inflation factor of 2.2% to be used in 2021 rate applications. In the letter, the OEB provided utilities the option to select an inflation factor less than the calculated 2.2%. The OEB advised that distributors must send a letter to the OEB no later than February 5, 2021 documenting the level of IPI that they are electing.

Welland Hydro is electing to apply the unadjusted inflation factor of 2.2% to 2021 rates. Welland Hydro has an assigned stretch factor of 0.15% which will result in a net inflation adjustment of 2.05%.

Respectfully submitted,



Jennifer Dionne