# ***UNDERTAKING***

## ***Undertaking***

TO PROVIDE MORE INFORMATION REGARDING THE STATUS OF THE APPLICATIONS BEFORE THE OPA FOR FURTHER FUNDING; TO PROVIDE ESTIMATES OF THE KILOWATT AND KILOWATT-HOUR SAVINGS FOR THE EXISTING APPROVED BUDGET AND THE OUTSTANDING APPROVED BUDGET

## ***Response***

See attached table.

The following table outlines Hydro One Networks' best estimate, as of July 17, 2008, as to the funding to be received from the OPA for the delivery of Core Programs and the expected results. Funding and results are highly dependent on customer participation and could vary significantly up or down from these estimates. OPA costs associated with the delivery of these programs are not included.

| OPA Core programs | | | | | | |
|---|---|---|---|---|---|---|
| | Expected Funding | | Target Successful Participants | Expected Resultant Summer Peak kW Savings | Expected Resultant Annual kWh Savings | |
| **Programs** | **2008** | | **2008** | **2008** | **2008** | **Program Status** |
| Summer Sweepstakes[1] | $ | 690,000 | 45,100 | 6,065 | 20,295,000 | Program only announced through 2008 |
| ERIP[2] | $ | 1,650,000 | 145 | 2,000 | 15,000,000 | Program agreements in place through 2010, funding in place for 2008. |
| PeakSaver[3] | $ | 9,000,000 | 12,000 | 12,000 | 2,713,200 | Program agreements in place through 2010, funding in place for 2008. |
| Great Refrigerator Roundup[4] | $ | 850,000 | 20,300 | 4,650 | 20,600,000 | Program agreements in place through 2010, funding in place for 2008. |
| Power Savings Blitz[5] | $ | 1,000,000 | 1,000 | 600 | 2,000,000 | Estimate for 2008 - project agreements and budget not yet in place for 2008-2010. |
| **Total** | **$** | **13,190,000** | | **19,250** | **60,608,200** | |

*Notes*

*1 Funding formula and target as established by the OPA. Expected results prorated from 2007 Summer Savings results.*

*2 Funding formula and target as established by the OPA. Expected results prorated from PowerSaver Business Incentive Program results.*

*3 Funding formula and target as established by the OPA. Expected results based on Hydro One Networks' 2007 EMV.*

*4 Funding formula and target as established by the OPA. Expected results prorated based on OPA's "A Progress Report on Electricity Conservation (April 2008)"*

*5 Funding requirement, target and expected results are preliminary estimates of Hydro One Networks.*

The following table outlines Hydro One Networks' best estimate, as of July 17, 2008, as to the funding requirements and expected results of undertaking the programs outlined in its Custom Program applications made to the OPA in March 2008. Funding and results remain functions of negotiations with the OPA as well as customer participation and could vary significantly up or down from these estimates.

| OPA Custom programs | | | | | | |
|---|---|---|---|---|---|---|
| | March 2008 Funding Application | | Target Successful Participants | Expected Resultant Summer Peak kW Savings | Expected Resultant Annual kWh Savings | |
| **Programs** | **2008-2010** | | **2008-2010** | **2008-2010** | **2008-2010** | **Application status** |
| Double Return[6] | $ | 5,100,000 | 300 | 34,000 | 185,000,000 | Approved funding for summer and winter 2008. |
| Arena Retrofit[7] | $ | 810,000 | 20 | 179 | 3,710,000 | Under review by OPA |
| In Home Display[8] | $ | 12,380,000 | 190,000 | 19,456 | 98,040,000 | Under review by OPA |
| First Nations Retrofit[9] | $ | 260,000 | 250 | 10 | 551,600 | Preliminary discussion underway with OPA. |
| **Total** | **$** | **18,550,000** | | **53,645** | **287,301,600** | |

*Notes*

*6 Funding requirement, target and expected results based on Hydro One Networks' 2007 program.*

*7 Funding requirement, target and expected results based on Hydro One Networks' estimates.*

*8 Funding requirement and target based on Hydro One Networks' estimates. Expected results based on Hydro One Networks' pilots.*

*9 Funding requirement, target and expected results based on Hydro One Networks' 2006 & 2007 programs.*