

September 15, 2015

Ms. Kirstin Walli
Board Secretary
Ontario Energy Board
P.O. Box 2319
2300 Yonge Street, 27th Floor
Toronto, ON M4P 1E4

Dear Ms. Walli:

Re: **Hydro Ottawa Limited Custom Incentive Regulation ("Custom IR")
Application for 2016-2020 Electricity Distribution Rates and Charges -
Revisions
Board File Number EB-2015-0004**

Attached for your consideration and approval, is a Settlement Proposal jointly developed by Hydro Ottawa and the non-carrier Intervenor registered in the proceeding initiated in # EB2015-0004.

An agreement has been reached on all issues with the exception of a) working capital allowance which is a partial agreement due to pending evidence and b) Issue 4.11 in relation to Hydro Ottawa's pole attachment rate. Issue 4.11 asks "Are the costs underpinning the proposed new charges for the specific charge for access to Power Poles appropriate and is the rate design appropriate". Hydro Ottawa and the Carrier Intervenor were not able to reach a settlement on the issue and hence this issue will proceed to a hearing.

A recommendation from Hydro Ottawa and the Intervenor on how to address this issue is contained in this settlement Proposal.

Thank you for your consideration regarding this matter.

Respectfully,

A handwritten signature in black ink, appearing to read "Geoff Simpson", with a long horizontal line extending to the right.

Geoff Simpson
Chief Financial Officer

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C.C. Christie Clark, OEB
Maureen Helt, OEB
Fred Cass, Aird & Berlis
EB-2015-0004 Intervenor

Hydro Ottawa Limited / Hydro Ottawa limitée

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