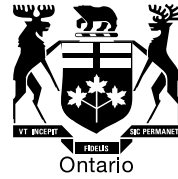


**Ontario Energy
Board**
P.O. Box 2319
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2300 Yonge Street
Toronto ON M4P 1E4
Telephone: 416- 481-1967
Facsimile: 416- 440-7656
Toll free: 1-888-632-6273

**Commission de l'énergie
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BY E-MAIL

November 14, 2008

Glen MacDonald
Hydro One Networks Inc.
483 Bay Street
8th Floor - South Tower
Toronto, ON M5G 2P5

Dear Mr. MacDonald:

**Re: Hydro One Networks Inc.
2009 Incentive Regulation Mechanism (2009 IRM) Rate Application
Board File Number EB-2008-0187**

This letter acknowledges the Board's receipt, on November 7, 2008, of your 2009 IRM application. The Board has assigned file number EB-2008-0187 to this matter. Please refer to this number in all future correspondence to the Board regarding this matter.

Due to your request for incremental capital investment your application will be processed in two parts: Part I will be a review of the standard IRM application, and Part II will be a review of your request for incremental capital investment.

The Board will issue further correspondence indicating the next steps to be taken in this matter and corresponding dates.

Based on the Board's experience with applications of this nature, the Board expects that it may be able to render a decision and/or order on Part I on or about March 20, 2009, and on Part II on or about May 11, 2009.

Please direct any questions relating to this application to Michael Bell, Advisor at 416-440-7688, or by e-mail at Michael.Bell@oeb.gov.on.ca.

Yours truly,

Original signed by

Kirsten Walli,
Board Secretary

cc: Mr. Michael Engelberg - Assistant General Counsel- Hydro One Networks Inc