

WATERLOO NORTH HYDRO INC.

PO Box 640 300 Northfield Drive East Waterloo ON N2J 4A3 Telephone 519-888-5550 Fax 519-886-8592

E-mail ghilhorst@wnhydro.com www.wnhydro.com

December 17, 2008

Ontario Energy Board P.O. Box 2319 27th Floor 2300 Yonge Street Toronto, Ontario M4P 1E4

Attention: Ms. Kirsten Walli, Board Secretary

Dear Ms Walli:

Re: May 1, 2009 IRM Rate Filing / EB-2008-0216 / Rural or Remote Electricity Rate Protection Adjustment

Pursuant to the Board's instructions in its letter of December 17, 2008, Waterloo North Hydro Inc. (WNH) hereby submits the Board's letter, which is attached to this request, as an update to our evidence of WNH's previously filed May 1, 2009 Rate Adjustment Application. WNH respectfully requests that the RRRP charge in its proposed tariff sheet be revised to 0.13 cents per kilowatt-hour effective May 1, 2009. We enclose two (2) hard copies of this request.

WNH has previously forwarded this request for adjustment via e-mail to boardsec@oeb.gov.on.ca.

If there are any questions, please contact myself, Gerry Hilhorst at 519-888-5550, ghilhorst@wnhydro.com or Chris Amos at 519-888-5541, camos@wnhydro.com .

Yours truly,

Original signed by

Gerry Hilhorst, P.Eng VP, Regulatory Affairs

Ontario Energy Board P.O. Box 2319 27th. Floor 2300 Yonge Street Toronto ON M4P 1E4 Telephone: 416- 481-1967 Facsimile: 416- 440-7656

Commission de l'Énergie de l'Ontario C.P. 2319 27e étage 2300, rue Yonge Toronto ON M4P 1E4 Téléphone; 416- 481-1967 Télécopieur: 416- 440-7656 Numéro sans frais: 1-888-632-6273



December 17, 2008

Toll free: 1-888-632-6273

To: All Licensed Electricity Distributors and Retailers

Re: Rural or Remote Electricity Rate Protection

Ontario Regulation 442/01, Rural or Remote Electricity Rate Protection ("RRRP") (made under the *Ontario Energy Board Act, 1998*) requires the Ontario Energy Board (the "Board") to calculate the amount to be charged by the Independent Electricity System Operator ("IESO") with respect to the RRRP for each kilowatt-hour of electricity that is withdrawn from the IESO-controlled grid.

Amount to be charged by the IESO for RRRP

Based on the demand forecast provided by the IESO, the Board has determined that the amount to be charged by the IESO with respect to the RRRP shall remain at the current level of 0.1 cents per kilowatt-hour effective January 1, 2009. Effective May 1, 2009, the IESO's RRRP charge shall be 0.13 cents per kilowatt-hour.

Amount to be Charged by Distributors and Retailers for RRRP

Effective January 1, 2009, the RRRP charge shall remain at the current level of 0.1 cents per kilowatt-hour.

Effective May 1, 2009, the RRRP charge shall be 0.13 cents per kilowatt-hour.

After May 1, 2009 the RRRP charge shall remain at 0.13 cents per kilowatt-hour until such time as the Board revises it.

Distributors that currently have a rate application before the Board shall file this letter as an update to their evidence along with a request that the RRRP charge in their tariff sheet be revised to 0.13 cents per kilowatt-hour effective May 1, 2009.

Where a distributor does not have a rate application before the Board, the distributor shall make an application to the Board to alter the RRRP charge in its tariff sheet effective May 1, 2009 to 0.13 cents per kilowatt-hour.

In the collection of this amount from customers, the customer's metered energy consumption shall be adjusted by the Total Loss Factor as approved by the Board.

The Board wishes to remind all distributors and retailers that in accordance with subsection 5(6) of the Regulation:

A distributor or retailer who bills a consumer for electricity shall aggregate the amount that the consumer is required to contribute to the compensation required by subsection 79(3) of the Act with the wholesale market service rate described in the Electricity Distribution Rate Handbook issued by the Board, as it read on October 31, 2001.

Yours Truly,

Original Signed By

Kirsten Walli Board Secretary