

December 19, 2008

Ontario Energy Board 2300 Yonge Street, Suite 2701 Toronto, ON M4P 1E4 Attn: K. Walli, Board Secretary

Re: EB-2008-0246

Dear Ms. Walli

Tillsonburg Hydro Inc. "THI" has received the Board's letter dated December 17, 2008 regarding an increase to the Rural or Remote Electricity Rate Protection effective May 1, 2009. The letter contained the following direction:

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.

THI notes that this change impacts its 2009 Test Year revenue requirement and hence it's proposed 2009 distribution rates. THI estimates this change will result in an increase to its revenue requirement of less than \$700. As this increase is not considered material, THI proposes to update its submission for this change concurrent with the update to reflect the Board's updated Allowed Return on Equity, which is expected to be available in March 2009.

I trust this is acceptable. Please do not hesitate to contact me if you have any questions or concerns.

Yours very truly

S. T. Lund, P. Eng. General Manager

cc. EB-2008-0246 All Intervenors of Record