

## DENSITY REVIEW

This exhibit presents a description of the Density Review undertaken by Hydro One to identify customers that qualify for Urban Density classification.

### 1.0 INTRODUCTION

Hydro One undertook a review of Urban areas to update the classification of Residential and General Service customers. This review entailed identifying areas in the Province that meet the Urban Density criteria and using 2006 data gathered from maps, operating diagrams and customer connectivity information to identify all Residential and General Service Legacy and Acquired customers served within the areas that meet the Urban Density criteria.

This review identified 11,753 current R1 customers, 293 current R2 customers, and 128 current single-phase Farm customers that meet the Urban Density criteria and will be re-classified from their current customer classification. In addition, 61,147 current Acquired LDCs Residential customers meet the Urban Density criteria and are proposed to be grouped as part of the new Urban Residential customer class. All existing Urban customers will also be included in this new Urban class. The remaining 72,682 Acquired Residential customers, excluding Caledon Residential OH-06 and OH-07 customer classes, will be grouped with the R1 customer class.

The review also identified 425 current single-phase General Service customers, 432 current three-phase General Service customers, and 18 current single-phase Farms that meet the Urban Density criteria and will be re-classified from their current customer classification. In addition, 6,243 current Acquired General Service customers and 5,309 current Urban General Service customers that meet the Urban Density criteria are proposed to be grouped as part of the new Urban General Service energy billed customer

1 class. Finally, the review also identified 8 current single-phase General Service  
2 customers, and 119 current three-phase General Service customers that meet the Urban  
3 Density criteria and will be re-classified from their current customer classification. In  
4 addition,, 655 current Acquired General Service customers and 593 current Urban  
5 General Service customers that meet the Urban Density criteria are proposed to be  
6 grouped as part of the new Urban General Service demand billed customer class.

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8 Results of the Density review for Urban areas are included in Exhibit G2, Tab 3,  
9 Schedule 1.

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