

**Hydro One Networks Inc.**

8<sup>th</sup> Floor, South Tower  
483 Bay Street  
Toronto, Ontario M5G 2P5  
www.HydroOne.com

Tel: (416) 345-5700  
Fax: (416) 345-5870  
Cell: (416) 258-9383  
Susan.E.Frank@HydroOne.com

**Susan Frank**

Vice President and Chief Regulatory Officer  
Regulatory Affairs



BY COURIER

October 19, 2009

Ms. Kirsten Walli  
Secretary  
Ontario Energy Board  
Suite 2700, 2300 Yonge Street  
P.O. Box 2319  
Toronto, ON.  
M4P 1E4

Dear Ms. Walli:

**EB-2009-0096 – Hydro One Networks' 2010-2011 Distribution Rate Application – Hydro One Networks Responses to Interrogatory Questions**

Please find attached an electronic copy of responses provided by Hydro One Networks to Interrogatory questions. Also provided is an index page to show the original intervenor question numbers and the equivalent tab and schedule numbers. Three (3) hard copies will be sent to the Board on the morning of October 20, 2009.

Hydro One would like to note, that as a result of an interrogatory we have reviewed our Capital Cost Allowance (“CCA”) calculations arising from the recent Federal budget change and confirm that we incorrectly applied the budget change to CCA class 12 assets. The impact of this correction is to reduce Distribution Revenue Requirement by \$10.2M in 2010 and \$9.0M in 2011. There is also an impact on the Smart Meter funding adder as a result of this CCA change. Please see Exhibit H, Tab 3, Schedule 18 and Exhibit H, Tab 3, Schedule 36 for additional details on the CCA change as well as the Smart Meter funding adder. Hydro One Networks will reflect this updated information in our final rate order.

The consulting study on incorporating CDM impacts in the load forecast has been delayed. We are working with the consultant to expedite completion of the study and will file the study as soon as completed. The status of this study was requested in Exhibit H, Tab 1, Schedule 11.

The Interrogatories have been filed using the Board's Regulatory Electronic Submission System (RESS) and the proof of successful submission slip is attached.

Hydro One Networks will post electronic copies of the interrogatory responses on the Hydro One Networks' website for public access.

Hard copies of the Interrogatories will be provided to Intervenors within the next few business days.

Sincerely,

ORIGINAL SIGNED BY ANDY PORAY FOR SUSAN FRANK

Susan Frank

Attach.

c. EB-2009-0096 Intervenors