

SCHEDULE A

Hydro One Networks Inc.

Program Budget and Expenditures Detail 2004 - 2007

	Expenditures (\$M)				
	Total		2004-2005	2006	2007
	(\$M)	%			
RESIDENTIAL					
Smart Meters CDM	7.2		3.2	4.0	
Load Management	4.7		1.2	2.3	1.2
Conservation	8.3		3.9	2.2	2.2
Residential Total	20.2	51%	8.3	8.5	3.4
BUSINESS					
Smart Meters CDM	6.3		3.2	3.1	
Load Management	4.0		0.6	1.8	1.6
Conservation	0.9		0.4	0.3	0.2
Business Total	11.2	28%	4.2	5.2	1.8
ALL CUSTOMERS					
Smart Meters PMO	1.4		1.4		
Distribution Network Loss Reduction	2.0			1.0	1.0
Communications/ Education	1.0		1.0		
Program Management & Research	3.7		1.5	1.2	1.0
Total All Customers	8.1	21%	3.9	2.2	2.0
GRAND TOTAL	39.5		16.4	15.9	7.2

**Proposed Budget and Timeline Summary
CDM Plan Expenditures (\$000's)**

PROGRAM	2004/2005		2006		2007		2004-07 TOTAL
	\$ 000s CAPEX	OPEX	CAPEX	OPEX	CAPEX	OPEX	
Smart Metering	6,300	1,400	7,200				14,900
Interim Time-of-Use Rate Pilot		175		150		150	475
Residential Load Control		1,220	2,300		1,200		4,720
C-I-F Load Control		420	1,500	80	1,500		3,500
Low Income Program Residential		1,500		1,500		1,500	4,500
Residential Real Time Monitoring		425		700		700	1,825
Farm Energy Efficiency		250		250		250	750
Distribution Loss Reduction			1,000		1,000		2,000
CFL		1,500					1,500
LED		430					430
Energy Audits/Analysis		150		50		30	230
Communication and Education		1,000					1,000
Program Management and Research		1,500		1,200		1,000	3,700
Total	6,300	9,970	12,000	3,930	3,700	3,630	39,530