

Niagara-on-the-Lake Hydro Inc.

March 19, 2007

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

Re: Multi-Year Electricity Distribution Rate Setting Plan Selection of Electricity Distributors for Rebasing Board File No. EB-2006-0330

Dear Ms. Walli,

Niagara-on-the-Lake Hydro Inc. have evaluated the Board letter dated March, 2007 and wish to request a preference for rebasing in 2009.

In late 2005, our company purchased a transformer station from Hydro One for \$2.2 million. Due to the half year rule, our current rate base reflects only half of this total investment. However, we are requesting a delay in recovery through rates until 2009 pending approval by the Board. In the event that the Board experiences a shortfall in their 2008 rebasing participant quota, please consider Niagara-on-the-Lake Hydro Inc. for the 2008 process.

Regards,

Jim Huntingdon

President

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