

Wellington North Power Inc.

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March 20, 2007

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

Dear Ms. Walli:

**Wellington North Power Inc. - OEB License ED-2002-0511
Request for Multi-year Electricity Distribution Rate Setting Plan
Selection of Electricity Distributors for Rebasing
Board File No. EB-2006-0330**

In July, 2006 we requested a review of our 2006 rate structure, but subsequently withdrew this request when we had become aware of the 2007 adjustment and the multi-year review process. The purpose of this letter is to formally request that Wellington North Power Inc. ("WPNI" or "Company") be included in the first tranche (2008) of the Board's multi-year rebasing program.

Last year's review request was based on several issues which are significant in terms of achieving our Company's financial goals. In particular, we are anxious to have the Tier 2 capital expenditures that were undertaken in 2006 reflected in our rate base beginning in 2008. This matter becomes increasingly relevant in the context of necessary capital expenditures totaling \$398,394 that must be made in 2007.

To assist the Ontario Energy Board in its determination of our request, we have included a copy of our long range capital plan for fiscal 2007 - 2012. The plan reflects essential capital improvements to ensure that the Company continues to provide its customers with the high quality distribution services they have come to expect from WPNI.

As a normal business practice, Wellington North Power Inc. exercises careful expenditure control. However, the Company has incurred unavoidable labour cost increases over the past two years which are not yet adequately recognized in our current revenues.

If you have any questions or require further clarification concerning this request please contact me at 519-323-1710.

Respectfully submitted,

A handwritten signature in cursive script, appearing to read "Judith Rosebrugh".

Judith Rosebrugh Secretary-Treasurer/Administrator
Wellington North Power Inc.

Wellington North Power Inc.

Long Range Capital Planning - March 2007 (ammended)

	Proposed Capital Budget 2007	Forecast 2008	Forecast 2009	Forecast 2010	Forecast 2011	Forecast 2012
Distribution System Upgrades for George, Perth, Birmingham 2007	\$171,500					
44 kV Line for new development			\$400,000			
New Substation Bentley & Bristol Streets			\$475,000			
Distribution System Upgrade - Main Street		\$300,000				
Building Expansion - 3 Bay and Operations Centre					\$400,000	
Distribution Upgrade - Fergus Street		\$250,000				
Distribution Upgrade - Egremont Street				\$250,000		
Distribution Upgrade - Durham Street East - Main to Egremont		\$150,000				
Sligo Road - Distribution System Service Area Expansion to Boundary				\$40,000		
RBD Digger Truck Replacement	\$130,000					
Single Bucket Truck Replacement				\$250,000		
Double Bucket Truck Replacement					\$300,000	
Pick-up Truck # 10 - Replacement		\$30,000				
Pick-up Truck #20 - Replacement			\$30,000			
Pick-up Truck #35 - Replacement				\$30,000		
Caroll Street Expansion		\$10,000				
Alternative Sub-Transmission Feed from Hydro One 44kV Farwell						\$1,200,000
Distribution System Expansion for Industrial Park - Perth/Coralea				\$300,000		
Underground Distribution System Upgrade - Cheryl Lynn					\$250,000	
Underground Distribution System Upgrade - Baycrest						\$300,000
Tools and Miscellaneous Equipment	\$7,445					
Smart Meters	\$25,000	\$150,000	\$150,000	\$150,000		
Smart Meter Software and Hardware		\$70,000				
Billing System Upgrades Required for Smart Meters				\$100,000		
Computer hardware upgrage - Server and Two Workstations	\$29,000					
Document Archieving Software	\$10,000					
Project Management Program - Software	\$20,000					
Office Equipment	\$5,449					
Total	\$398,394	\$960,000	\$1,055,000	\$1,120,000	\$950,000	\$1,500,000