Ontario Energy Board P.O. Box 2319 2300 Yonge Street 26th. Floor Toronto ON M4P 1E4 Telephone: (416) 481-1967

Facsimile: (416) 440-7656

Commission de l'Énergie de l'Ontario C.P. 2319 2300, rue Yonge 26e étage Toronto ON M4P 1E4 Téléphone; (416) 481-1967 Télécopieur: (416) 440-7656



To all Parties Interested in Generator Licences

May 17, 1999

Dear Sir/Madam:

Section 57(c) of the *Ontario Energy Board Act*, 1998 requires that persons generating electricity or providing ancillary services for sale through the IMO-administered markets or directly to another person. Once section 57 of the Act is proclaimed it will be illegal to carry out these activities without a licence. The Ontario Energy Board ("the Board") intends to issue transitional generation licences under section 129 of the *Ontario Energy Board Act*, 1998.

Prior to issuing transitional licences to all existing generators, the Board requires information from potential licensees. This information will be used to provide the Board with key data that is required to be integrated into the individual licences. Persons requiring a licence must complete an Information Request Form which is available on the Board's Website at www.oeb.gov.on.ca...

The requested information is required so that licences can be issued by the end of June. The categories of information that are requested include contact data, corporate structure and a list of generation facilities by fuel type.

Transitional generation licences will be issued to both operators and owners of existing generation facilities. That is, a transitional licence will be issued to both the owner of a generation facility and the operator of the generation facility where the two are not the same entity. As a result compliance with the conditions of the licence will be the responsibility of both entities.

If your organization is the owner and the operator of all the generation facilities listed in Part B of the Licence Request Form, please only fill out the form once. Where the owner and the operator of the generation facilities listed in Part B are different organizations, the Board requires that separate forms be completed by the owner and the operator.

Generation licences require adherence to the Market Rules that govern the IMO-controlled grid and IMO administered markets, in accordance with section 70(4) of the *Ontario Energy Board Act*, 1998. While the responsibility of supervising, administering and enforcing the Market Rules is left to the IMO, market participants must comply with the Market Rules as a condition of their licence. As such, all generators, except those that are producing electricity for their own purposes only, will be required to obtain a licence.

The form is to be completed and sent, by no later than June 15, 1999, to:

Board Secretary Ontario Energy Board Attn: Transitional Generation Licence Processing 2300 Yonge Street, Suite 2601, P.O. Box 2319 Toronto Ontario M4P 1E4

Any questions relating to this licence request form or transitional generation licences can be directed to Brian Hewson (416-440-7628) or Paula Conboy (416-440-7613) or toll free at 1-888-632-6273.

Yours sincerely,

Anne Powell
Director of Licensing