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David Curtis

Director – Transmission Regulation Regulatory & Government Affairs

May 3, 2002

Paul Pudge Board Secretary Ontario Energy Board P.O. Box 2319 2300 Yonge Street 26th Floor Toronto, Ontario M4P 1E4

Dear Mr. Pudge:

RP-1999-0057 – Transmission System Code Requirements Regarding Performance Standards (section 2.5)

Section 2.5 of the Transmission System Code ("Code") sets out the requirements for transmitters to develop performance standards at the customer delivery point level, consistent with system wide standards. Specifically, section 2.5.2 sets out the following requirement:

"A transmitter shall file these performance standards for the Board's review and approval"

In accordance with this requirement, Hydro One Networks ("Networks") has developed the attached proposal. As suggested in the Board's July 14, 2000 letter to Networks that accompanied the release of the Code, Networks consulted with its stakeholders prior to finalizing the proposal. Networks intends to send stakeholders a copy of this proposal and advise them of the changes made to incorporate their input.

Three copies of the proposal are attached. If you require any additional information, please give me or Ian Mathers (416-345-5924) a call.

Sincerely,

David Curtis

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