Filed: 2003-09-18 RP-2003-0044 Exhibit J8 Tab 10 Schedule 35 Page 1 of 1

Ontario Energy Board (Board Staff) INTERROGATORY #7 (KEMA Report)

Interrogatory

With respect to bullet 4 on page 3, please identify the types of distribution assets that require long lead times. Please quantify the lead times required and the reasons for the long lead times. Please provide an explanation of the lead times faced by Hydro One with regard to providing service in the current contested service areas.

Response

Lead times for the planning and construction of distribution assets depend on a variety of factors, including: system planning requirements; federal, state and local siting and permitting requirements; equipment availability, factory testing and shipping requirements; and, equipment installation and on-site testing requirements. Actual lead times range from 5 to 8 years for major capital assets such as subtransmission lines, 4 to 6 years for primary substations, up to 4 years for primary voltage feeders, and shorter periods for smaller capital items such as service drops, poles and transformer.

Lead times for Hydro One are as follows: 1- 4 years for subtransmission lines (LV); 2-4 years for substations and 1-4 years for primary voltage feeders (rural).