

**APPENDIX "F" TO
HYDRO ONE NETWORKS INC.
RATE ORDER
BOARD FILE NO. EB-2005-0020/EB-2005-0378
DATED: April 27, 2006**

**HYDRO ONE DISTRIBUTION
SCHEDULE OF RETAIL TRANSMISSION RATES FOR CUSTOMERS
CONNECTED TO HYDRO ONE DISTRIBUTION'S LOW VOLTAGE
SYSTEM**

Effective Date: May 1, 2006

The following rates shall remain in effect until superseded by further Order or Orders of the Board.

APPLICABILITY

These rates are applicable to distribution utilities and customers designated as Direct (industrial or commercial customers with average monthly demands in excess of 5 MW) who are directly connected to Hydro One Distribution's LV system, or distribution utilities with a delivery point embedded in Hydro One Distribution's service territory.

BILLING DETERMINANTS

For distribution utilities and customers with delivery points embedded in Hydro One Distribution's system and for whom Hydro One Distribution acts as a host utility, the monthly billing determinant for the network service rate is the peak demand from 7 AM to 7 PM (local time) on business days. The monthly billing determinant for the line and transformation connection service rate is the non-coincident peak by delivery point. Delivery point with respect to Retail Transmission Rates is defined as the low side of the Transformation Station that steps down voltage from above 50 kV to below 50 kV. For a customer with delivery points served from multiple feeders connected to the same Transformation Station, the aggregated demand at the said delivery points on the low side of the Transformation Station will be the applicable billing determinant.

RP-2005-0020
EB-2005-0378

The rates below pertain to the IESO's defined point of sale; consequently, appropriate loss factors as approved by the Board and set out in Hydro One Distribution's loss factors must be applied to the metered load of energy-metered customers. Similarly, appropriate loss factors as approved by the Board and set out in Hydro One Distribution's loss factors must be applied to the applicable tariffs of demand-metered customers. The loss factors and the connection service options are determined based on the point at which the distribution utility or customer is connected to Hydro One Distribution's system. Hydro One Distribution's connection agreements with these distribution utilities and customers will establish the appropriate loss factors from Hydro One Distribution's loss factors and connection rates from those shown below.

Distribution Utilities with a Delivery Point Embedded in Hydro One Distribution's System

	Rate (\$/kW monthly)
Network Service Rate	2.52
Connection Service Options and Rates	
None	0.00
Line Only	0.74
Transformation Only	1.35
Line and Transformation	2.09

Direct Customers with a Delivery Point Embedded in Hydro One Distribution's System

	Rate (\$/kW monthly)
Network Service Rate	2.42
Connection Service Options and Rates	
None	0.00
Line Only	0.73
Transformation Only	1.34
Line and Transformation	2.07