



February 2, 2007

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

Dear Ms. Walli,

**Re: Fort Frances Power Corporation
Addendum for Smart Metering Rate Adder
2007 Incentive Rate Mechanism Application - File No. EB-2007-0529**

As per Section 5.1.3 of the Addendum for Smart Metering Rates in the Report to the Board on Cost of Capital and 2nd Generation Incentive Regulation for Ontario Electricity Distributors, the Fort Frances Power Corporation has been identified as an “Inactive Distributor” in Appendix “C”, due to the fact that it will not be undertaking any smart meter installation until at least 2008 and no specific meter installations are planned for 2007. As result, the Fort Frances Power Corporation hereby submits this letter as a required Addendum to the 2007 Incentive Rate Mechanism Application requesting continuation of the “standard” smart metering rate adder to be approved by Board for 2007, be included in the Fort Frances Power Corporation 2007 customer rates.

Thank you for your time in this important matter. If you have any questions or require any additional information, please do not hesitate to contact me.

Sincerely,
FORT FRANCES POWER CORPORATION

Jim Kibiuk, B.Admin. CGA
President & CEO