Ontario Energy Board P.O. Box 2319 27th Floor 2300 Yonge Street Toronto ON M4P 1E4 Telephone: 416-481-1967 Facsimile: 416-440-7656 Toll free: 1-888-632-6273 Commission de l'énergie de l'Ontario C.P. 2319 27e étage 2300, rue Yonge Toronto ON M4P 1E4 Téléphone; 416-481-1967 Télécopieur: 416-440-7656 Numéro sans frais: 1-888-632-6273



VIA E-MAIL AND WEB-POSTING

October 25, 2007

To: All Rate-regulated Licensed Electricity Distributors All Other Interested Parties

Re: Applications for 2008 Electricity Distribution Rates

As part of the 2008 electricity distribution rate-setting process, the Board has established schedules for the filing and processing of rate applications to allow for a May 1, 2008 implementation date.

In the case of cost of service applications, the target date for filing was August 15, 2007. To date, the Board has received less than one-half of the expected applications. In the case of applications for rate adjustments using the 2nd generation incentive rate mechanism ("IRM"), the target date for filing is November 1, 2007.

Cost of service applications and IRM applications received after the target dates may not be processed in time for implementation on May 1, 2008. Distributors that have not filed their applications by the target dates should have no expectation that any proposed rate increases will be applied with an effective date of May 1, 2008. A distributor that files a late application proposing a decrease in rates should be prepared to justify why the decrease should not be applied with effect from May 1, 2008.

Yours truly,

Original signed by

Kirsten Walli Board Secretary