



RP-2004-0100
EB-2004-0354

IN THE MATTER OF the *Ontario Energy Board Act, 1998*,
S.O. 1998, c.15 (Schedule B);

AND IN THE MATTER OF an Application by Toronto Hydro-
Electric System Limited for an order or orders approving or
fixing just and reasonable rates pertaining to the Final
Recovery of Regulatory Assets - Phase 2.

BEFORE: Paul Vlahos
Presiding Member

Cynthia Chaplin
Member

FINAL ORDER

On March 14, 2005, the Board issued an order approving Toronto Hydro Electric-System ("Toronto Hydro's") December 31, 2003 regulatory asset balances and associated rate riders, as filed on January 17, 2005 and amended on February 3, 2005, on an interim basis pending the Board's review of Toronto Hydro's audited financial statements. Specifically, the Board wished to confirm the minimal impact of the \$37.8 million IESO billing error on Toronto Hydro's Retail Service Variance Account balances.

The Board has conducted its review and is satisfied that the impacts of the IESO billing error have been accounted for appropriately and that Toronto Hydro's customers have not been adversely affected.

THE BOARD THEREFORE ORDERS THAT:

1. Toronto Hydro is granted final approval for its regulatory asset account balances as filed on January 17, 2005 and amended on February 3, 2005. Final approval is further granted for the recovery of these amounts by way of the class specific rate riders which were implemented on an interim basis beginning April 1, 2005.

2. The rate schedule attached, implemented on April 1, 2005 on an interim basis by way of the 2005 distribution rate adjustment process, is approved on a final basis.

DATED AT Toronto, July 26, 2005.

ONTARIO ENERGY BOARD

Peter H. O'Dell
Assistant Board Secretary