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DECISION:

The Board has considered the evidence filed in this proceeding and presented during the hearing today.

There is no disagreement amongst the parties that Lennox remains needed for reliability reasons. The parties will be aware, from the last decision regarding Lennox and from Procedural Order No. 1 issued in this proceeding, that the Board was concerned about being routinely asked to approve one-year RMR arrangements for Lennox. Particularly given that the RMR contract costs are high, the Board wanted to examine potential savings of multi-year contracts.

However, the Board is satisfied that the evidence in

1 this proceeding demonstrates that, based on current
2 assumptions and expectations, Lennox will no longer be
3 required for reliability reasons beyond September 30th,
4 2009.

5 The Board understands that alternative contractual
6 support for Lennox beyond that date is anticipated. That
7 support would likely be obtained through the OPA and
8 justified for reasons of system adequacy, rather than local
9 area reliability.

10 The Board assumes that the OPA will be diligent in its
11 consideration of the costs of contracting for supply from
12 Lennox in the future.

13 The Board accepts that the financial provisions of the
14 RMR agreement are structurally the same as those in RMR
15 agreements that have previously been approved by the Board.
16 In addition, the Board recognizes that the IESO audit
17 reports have also determined that the contract costs are
18 reasonable.

19 The Board, therefore, finds the financial provisions
20 to be reasonable.

21 The Board, therefore, approves the RMR agreement for
22 the period October, 1st 2008 to September 30th, 2009 in the
23 form filed by OPG in its application.

24 The Board also takes this opportunity to set out the
25 timelines for the submission of cost claims in relation to
26 this proceeding. Both AMPCO and CME have been determined
27 to be eligible to apply for an award of costs. The process
28 for dealing with the cost claims will be as follows:

ASAP Reporting Services Inc.

(613) 564-2727

(416) 861-8720

1 First, cost claims are to be filed and served by
2 January 7th, 2009; second, any objections by OPG must be
3 filed and served by January 16th, 2009; and, finally, any
4 responses to objections must be filed and served by January
5 23rd, 2009.

6 An order on cost awards will subsequently be issued by
7 the Board.

8 If there are no further matters, I wish you all a
9 happy holiday and will likely see some of you in the new
10 year. We are now adjourned.

11 --- Whereupon the hearing concluded at 3:27 p.m.

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