



CANADIAN NIAGARA POWER INC.

A FORTIS ONTARIO
Company

July 6, 2010

Ms. Kirsten Walli
Board Secretary
Ontario Energy Board
2300 Yonge Street
Suite 2700, P.O. Box 2319
Toronto, ON M4P 1E4

Dear Ms. Walli:

RE: ELECTRICITY CONSERVATION AND DEMAND MANAGEMENT TARGETS, EB-2010-0216

Canadian Niagara Power Inc. ("CNPI") will be submitting comments related to the Electricity Conservation and Demand Management Targets in conjunction with Niagara Erie Power Alliance. However, there are issues that relate specifically to CNPI and these are addressed here.

In Appendix D, CNPI appears to be reported as the sum of CNPI – Fort Erie, CNPI – Eastern Ontario Power and CNPI – Port Colborne. The combining of CNPI – Fort Erie and CNPI – Eastern Ontario Power is correct and functional. In its last cost of service application, EB-2008-0222 and EB-2008-0223, the electricity distribution rates for CNPI – Fort Erie and CNPI – Eastern Ontario Power were harmonized. However, CNPI – Port Colborne is normally reported separately. The conditions of CNPI's Distribution Licence require that CNPI manage and report the business activities of CNPI – Port Colborne separately for the duration of the Lease arrangement with Port Colborne Hydro Inc. Therefore, it may be necessary for CNPI to have two targets; one for CNPI – Fort Erie, CNPI – Eastern Ontario Power and one for CNPI – Port Colborne.

Appendix D does not provide the base values used to determine the targets. This does not allow us to verify the data and targets. In December 2005, Hydro One Networks Inc. deregistered its Wainfleet customers and became a customer of CNPI - Port Colborne. CNPI – Port Colborne would like to be able to confirm that this has been accounted properly in the target determination.

Please do not hesitate to contact me if you require further information.

Yours truly,

Original Signed By

Douglas R. Bradbury
Director, Regulatory Affairs

