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**By electronic filing**

January 30, 2012

Kirsten Walli  
Board Secretary  
Ontario Energy Board  
P.O. Box 2319  
2300 Yonge Street  
27<sup>th</sup> floor  
Toronto, ON M4P 1E4

Dear Ms Walli,

**Renewed Regulatory Framework for Electricity**

**Board File Nos.: EB-2010-0377, EB-2010-0378, EB-2010-0379, EB-2011-0043 and  
EB-2011-0004**

**Our File No.: 339583-000098**

This letter contains a further clarification of the evidence Mr. Sharp will be providing if the request for cost eligibility for his services is approved.

Mr. Sharp will update and extend the 5-year analysis he provided in prior proceedings before the Board to cover the period 2012 to 2017.

He will provide specifics on the operation of a 5-year price forecast model and can provide specifics on the construction and operation of a longer term "all in" electricity price forecast model.

In this connection, he would prefer to work collaboratively with OEB Staff and its advisor, Power Advisory, as well as with Ministry of Energy staff. There were discussions in the recent Ontario Power Generation ("OPG") case pertaining to the 5-year forecast prepared by the OEB. Moreover, we assume that the OEB uses a model to forecast the spot price of electricity and the Global Adjustment ("GA") that are component parts of the OEB Regulated Price Plan. We also assume that the Ministry of Energy either uses the model that the OEB uses or has its own model for developing the price forecasts that were presented in its November 2010 Long-Term Energy Plan.

Contrary to what I had indicated in my earlier e-mail of January 19, 2012, Mr. Sharp's evidence will include electricity price forecasts for the consumers that benefit from the demand related allocation of the GA.

I hope that the information contained in my earlier e-mail and this letter provides you with what is needed to enable the Board to respond to our request for cost eligibility for the services that Mr. Sharp will be providing for CME and the other ratepayer representatives listed in our letter of December 16, 2011.

Yours very truly,



for

Peter C.P. Thompson, Q.C.

PCT/slc

- c. All Interested Parties
- Bruce Sharp (Agent Energy Advisors)
- Vince DeRose, Jack Hughes (BLG)
- Paul Clipsham (CME)

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