

March 27, 2008

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

Attention: Board Secretary

Re: Annual reporting of Conservation and Demand Management initiatives

Please find enclosed three hard copies and two electronic copies of Hearst Power Distribution Company Limited annual CDM report for the year ending December 31, 2007.

In 2007, Hearst Power created a bilingual website in order to provide its customers a tool with useful information.

In 2008, Hearst Power will continue to improve the information on its website in order to direct customers to more conservation measures. Hearst Power will also continue to work with the Northern Ontario Distribution Utilities towards the implementation of smart meters early in 2009.

If you have any questions, do not hesitate to contact the undersigned.

Nicole C. Leduc
General Manager

Encl.

Appendix A - Evaluation of the CDM Plan

Highlighted boxes are to be completed manually, white boxes are linked to Appendix C and will be brought forward automatically.

	⁵ Cumulative Totals Life-to-date	Total for 2007	Residential	Commercial	Institutional	Industrial	Agricultural	LDC System	⁴ Smart Meters	Other #1	Other #2
<i>Net TRC value (\$):</i>					\$ -	\$ -	\$ -	\$ -		\$ -	
<i>Benefit to cost ratio:</i>		0.00	0.00	0.00	0.00	0.00	0.00	0.00		0.00	0.00
<i>Number of participants or units delivered:</i>											
<i>Lifecycle (kWh) Savings:</i>		0	0	0	0	0	0	0		0	0
<i>Report Year Total kWh saved (kWh):</i>		0	0	0	0	0	0	0		0	0
<i>Total peak demand saved (kW):</i>		0	0	0	0	0	0	0		0	0
<i>Total kWh saved as a percentage of total kWh delivered (%):</i>											
<i>Peak kW saved as a percentage of LDC peak kW load (%):</i>											
¹ <i>Report Year Gross C&DM expenditures (\$):</i>	1600	\$ 1,600	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
² <i>Expenditures per kWh saved (\$/kWh):</i>		\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -		\$ -	\$ -
³ <i>Expenditures per KW saved (\$/kW):</i>		\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -		\$ -	\$ -
<i>Utility discount rate (%):</i>											

¹ Expenditures are reported on accrual basis.

² Expenditures include all utility program costs (direct and indirect) for all programs which primarily generate energy savings.

³ Expenditures include all utility program costs (direct and indirect) for all programs which primarily generate capacity savings.

⁴ Please report spending related to 3rd tranche of MARR funding only. TRC calculations are not required for Smart Meters. Only actual expenditures for the year need to be reported.

⁵ Includes total for the reporting year, plus prior year, if any (for example, 2007 CDM Annual report for third tranche will include 2006, 2005 and 2004 numbers, if any).

Appendix B - Discussion of the Program

(complete this Appendix for each program)

A. **Name of the Program:** Customer Information - Bilingual Website

Description of the program (including intent, design, delivery, partnerships and evaluation):

Hearst Power has created a bilingual website that contains information to assist customers in understanding their bills and to provide general information regarding the program.

Measure(s):

	Measure 1	Measure 2 (if applicable)	Measure 3 (if applicable)
Base case technology:			
Efficient technology:			
Number of participants or units delivered for reporting year:			
Measure life (years):			
Number of Participants or units delivered life to date			

B. TRC Results:	<u>Reporting Year</u>	<u>Life-to-date TRC Results:</u>
¹ TRC Benefits (\$):		
² TRC Costs (\$):		
Utility program cost (excluding incentives):		
Incremental Measure Costs (Equipment Costs)		
Total TRC costs:		
<hr/>		
<u>Net TRC (in year CDN \$):</u>		
<hr/>		
Benefit to Cost Ratio (TRC Benefits/TRC Costs):		

C. Results: (one or more category may apply)	<u>Cumulative Results:</u>	
<u>Conservation Programs:</u>		
Demand savings (kW):	Summer	
	Winter	
	lifecycle	
Energy saved (kWh):	in year	
Other resources saved :		
Natural Gas (m3):		
Other (specify):		
<u>Demand Management Programs:</u>		
Controlled load (kW)		
Energy shifted On-peak to Mid-peak (kWh):		
Energy shifted On-peak to Off-peak (kWh):		
Energy shifted Mid-peak to Off-peak (kWh):		
<u>Demand Response Programs:</u>		
Dispatchable load (kW):		
Peak hours dispatched in year (hours):		
<u>Power Factor Correction Programs:</u>		
Amount of KVar installed (KVar):		
Distribution system power factor at beginning of year (%):		
Distribution system power factor at end of year (%):		

Line Loss Reduction Programs:

Peak load savings (kW):			
	<i>lifecycle</i>	<i>in year</i>	
Energy savings (kWh):			

Distributed Generation and Load Displacement Programs:

Amount of DG installed (kW):		
Energy generated (kWh):		
Peak energy generated (kWh):		
Fuel type:		

Other Programs (specify):

Metric (specify):		
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<u>D. Actual Program Costs:</u>		<u>Reporting Year</u>	<u>Cumulative Life to Date</u>
Utility direct costs (\$):	Incremental capital:	\$ 1,600.00	
	Incremental O&M:		
	Incentive:		
	Total:	\$ 1,600.00	
Utility indirect costs (\$):	Incremental capital:		
	Incremental O&M:		
	Total:		

E. Assumptions & Comments:

[Redacted content]

Considering the program is a bilingual website, it is not possible to evaluate the results as to the demand and energy savings. However, f

¹ Benefits should be estimated if costs have been incurred and the technology has been deployed. Benefits reflect the present value of the measure for the number of units deployed in the year, i.e. the number of units times the net present value per unit benefit specified in the TRC Guide.

² For technologies which have not been deployed but for which the LDC has incurred costs, report only the TRC costs on a present value basis. Incentives (e.g. rebates) from the LDC to a customer are not a component of the TRC costs. However, payments made to a third party service provider to run an incentives program are program costs, and are to be included as TRC costs under the "Utility Program Costs" line.

Appendix C - Program and Portfolio Totals

Report Year:

1. Residential Programs

List each Appendix B in the cells below; Insert additional rows as required.

Note: To ensure the integrity of the formulas, please insert the additional rows in the middle of the list below.

	TRC Benefits (PV)	TRC Costs (PV)	\$ Net TRC Benefits	Benefit/Cost Ratio	Report Year Total kWh Saved	Lifecycle (kWh) Savings	Total Peak Demand (kW) Saved	Report Year Gross C&DM Expenditures (\$)
Name of Program A			\$ -	0.00				
Name of Program B			\$ -	0.00				
Name of Program C			\$ -	0.00				
Name of Program D			\$ -	0.00				
Name of Program E			\$ -	0.00				
Name of Program F			\$ -	0.00				
Name of Program G			\$ -	0.00				
Name of Program H			\$ -	0.00				
Name of Program I			\$ -	0.00				
Name of Program J			\$ -	0.00				
*Totals App. B - Residential	\$ -	\$ -	\$ -	0.00	0	0	0	\$ -
<i>Residential Indirect Costs not attributable to any specific program</i>	→							
Total Residential TRC Costs		\$ -						
**Totals TRC - Residential	\$ -	\$ -	\$ -	0.00				

2. Commercial Programs

List each Appendix B in the cells below; Insert additional rows as required.

Note: To ensure the integrity of the formulas, please insert the additional rows in the middle of the list below.

	TRC Benefits (PV)	TRC Costs (PV)	\$ Net TRC Benefits	Benefit/Cost Ratio	Report Year Total kWh Saved	Lifecycle (kWh) Savings	Total Peak Demand (kW) Saved	Report Year Gross C&DM Expenditures (\$)
Name of Program A			\$ -	0.00				
Name of Program B			\$ -	0.00				
Name of Program C			\$ -	0.00				
Name of Program D			\$ -	0.00				
Name of Program E			\$ -	0.00				
Name of Program F			\$ -	0.00				
Name of Program G			\$ -	0.00				
Name of Program H			\$ -	0.00				
Name of Program I			\$ -	0.00				
Name of Program J			\$ -	0.00				
*Totals App. B - Commercial	\$ -	\$ -	\$ -	0.00	0	0	0	\$ -

Commercial Indirect Costs not attributable to any specific program



Total TRC Costs		\$	-			
**Totals TRC - Commercial	\$	-	\$	-	\$	0.00

3. Institutional Programs

List each Appendix B in the cells below; Insert additional rows as required.

Note: To ensure the integrity of the formulas, please insert the additional rows in the middle of the list below.

	TRC Benefits (PV)	TRC Costs (PV)	\$ Net TRC Benefits	Benefit/Cost Ratio	Report Year Total kWh Saved	Lifecycle (kWh) Savings	Total Peak Demand (kW) Saved	Report Year Gross C&DM Expenditures (\$)
Name of Program A			\$ -	0.00				
Name of Program B			\$ -	0.00				
Name of Program C			\$ -	0.00				
Name of Program D			\$ -	0.00				
Name of Program E			\$ -	0.00				
Name of Program C			\$ -	0.00				
Name of Program G			\$ -	0.00				
Name of Program H			\$ -	0.00				
Name of Program I			\$ -	0.00				
Name of Program J			\$ -	0.00				
*Totals App. B - Institutional	\$	-	\$	-	0	0	0	\$ -

Institutional Indirect Costs not attributable to any specific program



Total TRC Costs		\$	-			
**Totals TRC - Institutional	\$	-	\$	-	\$	0.00

4. Industrial Programs

List each Appendix B in the cells below; Insert additional rows as required.

Note: To ensure the integrity of the formulas, please insert the additional rows in the middle of the list below.

	TRC Benefits (PV)	TRC Costs (PV)	\$ Net TRC Benefits	Benefit/Cost Ratio	Report Year Total kWh Saved	Lifecycle (kWh) Savings	Total Peak Demand (kW) Saved	Report Year Gross C&DM Expenditures (\$)
Name of Program A			\$ -	0.00				
Name of Program C			\$ -	0.00				
Name of Program C			\$ -	0.00				
Name of Program D			\$ -	0.00				
Name of Program E			\$ -	0.00				
Name of Program F			\$ -	0.00				
Name of Program G			\$ -	0.00				
Name of Program H			\$ -	0.00				

Name of Program I			\$	-	0.00				
Name of Program J			\$	-	0.00				
*Totals App. B - Industrial	\$	-	\$	-	0.00	0	0	0	\$ -
Industrial Indirect Costs not attributable to any specific program	→								
Total TRC Costs		\$	-						
**Totals TRC - Industrial	\$	-	\$	-	0.00				

5. Agricultural Programs

List each Appendix B in the cells below; Insert additional rows as required.

Note: To ensure the integrity of the formulas, please insert the additional rows in the middle of the list below.

	TRC Benefits (PV)	TRC Costs (PV)	\$ Net TRC Benefits	Benefit/Cost Ratio	Report Year Total kWh Saved	Lifecycle (kWh) Savings	Total Peak Demand (kW) Saved	Report Year Gross C&DM Expenditures (\$)
Name of Program A			\$ -	0.00				
Name of Program C			\$ -	0.00				
Name of Program C			\$ -	0.00				
Name of Program D			\$ -	0.00				
Name of Program E			\$ -	0.00				
Name of Program F			\$ -	0.00				
Name of Program G			\$ -	0.00				
Name of Program H			\$ -	0.00				
Name of Program I			\$ -	0.00				
Name of Program J			\$ -	0.00				
*Totals App. B - Agricultural	\$	-	\$	-	0	0	0	\$ -
Agricultural Indirect Costs not attributable to any specific program	→							
Total TRC Costs		\$	-					
**Totals TRC - Agricultural	\$	-	\$	-	0.00			

6. LDC System Programs

List each Appendix B in the cells below; Insert additional rows as required.

Note: To ensure the integrity of the formulas, please insert the additional rows in the middle of the list below.

	TRC Benefits (PV)	TRC Costs (PV)	\$ Net TRC Benefits	Benefit/Cost Ratio	Report Year Total kWh Saved	Lifecycle (kWh) Savings	Total Peak Demand (kW) Saved	Report Year Gross C&DM Expenditures (\$)
Name of Program A			\$ -	0.00				
Name of Program B			\$ -	0.00				

Name of Program C			\$	-	0.00				
Name of Program D			\$	-	0.00				
Name of Program E			\$	-	0.00				
Name of Program F			\$	-	0.00				
Name of Program G			\$	-	0.00				
Name of Program H			\$	-	0.00				
Name of Program I			\$	-	0.00				
Name of Program C			\$	-	0.00				
*Totals App. B - LDC System	\$	-	\$	-	0.00	0	0	0	\$ -

LDC System Indirect Costs not attributable to any specific program →

Total TRC Costs		\$	-						
**Totals TRC - LDC System	\$	-	\$	-	0.00				

7. Smart Meters Program

Only spending information that was authorized under the 3rd tranche of MARR is required to be reported for Smart Meters.

Report Year Gross C&DM Expenditures (\$) →

8. Other #1 Programs

List each Appendix B in the cells below; Insert additional rows as required.

Note: To ensure the integrity of the formulas, please insert the additional rows in the middle of the list below.

	TRC Benefits (PV)	TRC Costs (PV)	\$ Net TRC Benefits	Benefit/Cost Ratio	Report Year Total kWh Saved	Lifecycle (kWh) Savings	Total Peak Demand (kW) Saved	Report Year Gross C&DM Expenditures (\$)
Name of Program A			\$	-	0.00			
Name of Program B			\$	-	0.00			
Name of Program C			\$	-	0.00			
Name of Program D			\$	-	0.00			
Name of Program E			\$	-	0.00			
Name of Program F			\$	-	0.00			
Name of Program G			\$	-	0.00			
Name of Program H			\$	-	0.00			
Name of Program I			\$	-	0.00			
Name of Program J			\$	-	0.00			
*Totals App. B - Other #1	\$	-	\$	-	0.00	0	0	\$ -

Other #1 Indirect Costs not attributable to any specific program →

Total TRC Costs		\$	-					
**Totals TRC - Other #1	\$	-	\$	-	0.00			

9. Other #2 Programs

List each Appendix B in the cells below; Insert additional rows as required.

Note: To ensure the integrity of the formulas, please insert the additional rows in the middle of the list below.

	TRC Benefits (PV)	TRC Costs (PV)	\$ Net TRC Benefits	Benefit/Cost Ratio	Report Year Total kWh Saved	Lifecycle (kWh) Savings	Total Peak Demand (kW) Saved	Report Year Gross C&DM Expenditures (\$)
Name of Program A			\$ -	0.00				
Name of Program B			\$ -	0.00				
Name of Program C			\$ -	0.00				
Name of Program D			\$ -	0.00				
Name of Program E			\$ -	0.00				
Name of Program C			\$ -	0.00				
Name of Program G			\$ -	0.00				
Name of Program H			\$ -	0.00				
Name of Program I			\$ -	0.00				
Name of Program J			\$ -	0.00				
*Totals App. B - Other #2	\$ -	\$ -	\$ -	0.00	0	0	0	\$ -
<i>Other #2 Indirect Costs not attributable to any specific program</i>								
Total TRC Costs		\$ -						
**Totals TRC - Other #2	\$ -	\$ -	\$ -	0.00				

LDC's CDM PORTFOLIO TOTALS

	TRC Benefits (PV)	TRC Costs (PV)	\$ Net TRC Benefits	Benefit/Cost Ratio	Report Year Total kWh Saved	Lifecycle (kWh) Savings	Total Peak Demand (kW) Saved	Report Year Gross C&DM Expenditures (\$)
*TOTALS FOR ALL APPENDIX B	\$ -	\$ -	\$ -	0.00	\$ -	\$ -	\$ -	\$ -
<i>Any other Indirect Costs not attributable to any specific program</i>								
TOTAL ALL LDC COSTS		\$ -						
**LDC' PORTFOLIO TRC	\$ -	\$ -	\$ -	0.00				

* The savings and spending information from this row is to be carried forward to Appendix A.

** The TRC information from this row is to be carried forward to Appendix A.