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MAY 19 2006

ONTARIO ENERGY BOARD

May 18, 2006

Ontario Energy Board
P.O. Box 2319
2300 Yonge Street, 27th Floor
Toronto, Ontario
M4P 1E4

Attn: Board Secretary

**Re: EB-2006-0088 Multi-year Electricity Distribution Rate Setting Plan Cost of Capital
EB-2006-0089 2nd Generation Incentive Regulation Mechanism
Request to Participate**

Hydro Ottawa is interested in participating in the development of the Productivity Code and the Cost of Capital Code as detailed in the Ontario Energy Board's letter of April 27th, 2006. The development of a simple, practical and mechanistic incentive rate adjustment mechanism and confirming the cost of capital to be used in adjusting annual revenue requirements for 2007 and beyond will be critical elements in establishing Hydro Ottawa's Distribution Rates and available funds for future years.

The undersigned will be the contact for Hydro Ottawa for this initiative.

Yours truly,

A handwritten signature in black ink, appearing to read "Lynne Anderson".

Lynne Anderson
Director, Regulatory Services
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(613) 738-5499 ext 527
lynneanderson@hydroottawa.com