



October 5, 2009

Ontario Energy Board
Kirsten Walli
Board Secretary
27th Floor
2300 Yonge Street
Toronto ON M4P 1E4

Appendix I

An application for the standard \$1.00 smart meter funding added should include

1. The estimated number of meters to be installed in the rate test year.

Answer- The estimated number of meters to be installed in the rate test year of 2010 is 10,900

2. The actual or estimated costs per installed meter

Answer- The estimated costs per installed meter is \$171.00 Canadian dollars

3. A statement as to whether the distributor has purchased, or expects to purchase, smart meters or advanced metering infrastructure ("AMI") whose functionality exceeds the minimum functionality adopted in O. Reg. 425/06, and an estimate of those costs.

Answer- Within the contract E.L.K. is currently working at finalizing, there is a functional specification Appendix that sets the required minimum level of functionality for AMI in the Province of Ontario for residential and small general service customers. This specification shall be met regardless of the size or scope of the AMI deployment. An estimate of this cost is \$2,800,000 Canadian dollars.



4. A statement as to whether the distributor has incurred, or expects to incur, costs associated with functions for which the SME has the exclusive authority to carry out pursuant to O. Reg 393/07, and an estimate of those costs.

Answer- E.L.K. currently does not expect to incur any costs for functions the SME has the exclusive authority to carry out.

Regards,

Mark Danelon, CA
Manager, Finance & Regulatory Affairs



PRP International, Inc.

Fairness Advisory Services

March 5, 2009

Mr. Mark D. Danelon, CA
Manager, Finance & Regulatory Affairs
E.L.K. Energy Inc
172 Forest Avenue
Essex, Ontario N8M 3E4

Dear Mr. Danelon:

Subject: Fairness Commissioner Deliverables
Advanced Metering Infrastructure RFP, August-July 2008
London Hydro, Consortium & Add-On LDCs Smartmetering Project

PRP International, Inc. is pleased to provide herewith:

1. its letter report of the Fairness Commissioner for the noted Request for Proposal (RFP) evaluation and selection phase;
2. a copy of the Final Fairness Report provided to each LDC that participated in this procurement; and
3. our invoice for the Fairness Commissioner services.

Should you have any questions or require clarification of any matter contained in this letter report, please contact the undersigned.

Yours truly,

Peter Sorensen
President

Enclosures: (3)



PRP International, Inc.

Fairness Advisory Services

March 5, 2009

Mr. Mark D. Danelon, CA
Manager, Finance & Regulatory Affairs
E.L.K. Energy Inc
172 Forest Avenue
Essex, Ontario N8M 3E4

Dear Mr. Danelon:

**Subject: Attestation of the Fairness Commissioner
Advanced Metering Infrastructure RFP, August-July 2008
London Hydro, Consortium & Add-On LDCs Smartmetering Project**

PRP International, Inc. is pleased to submit its letter report of the Fairness Commissioner for the noted Request for Proposal (RFP) evaluation and selection phase. This judgment is being provided for the information and use of each Add-On LDC Sponsor, in their consideration of the report from the Evaluation Phase, for this competitive transaction.

*"It is the judgment of PRP International, Inc., as the Fairness Commissioner, that the determinations of the two (2) highest ranked Proponents for the **E.L.K. Energy Inc.** requirements are:*


- *Silver Spring Networks, as the recommended Preferred Proponent, based on its highest ranking, and*
- *KTI/Sensus Limited being the second ranked Proponent.*

These determinations were made:

- *in a fair (objective and competent) manner and consistent with the evaluation and selection processes set out in the RFP, issued August 14, 2007, and*
- *as E.L.K. Energy Inc. is a 2009 add-on LDC, the same methodology as applied to the LDCs processed in the initial groups of LDCs, in April-July 2008 was used."*

A copy of the detailed report for your records is also being provided to you. Should you have any questions or require clarification of any matter contained in this letter report, please contact the undersigned.

Yours truly,


Peter Sorensen
President

cc: Mr. Gary Rains, RFP Project Director

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