GLOSSARY

- Adjustment Factor: When electricity is delivered over a power line, it is normal for a small amount of power to be consumed or lost as heat. Equipment, such as wires and transformers, consumes power before it gets to the home or business. The adjustment factor accounts for these losses.
- Conventional Meter: A device that measures and records electrical usage cumulatively over the meter reading period.
- **Debt Retirement Charge:** Set by the Ministry of Finance to pay down the residual stranded debt of the former Ontario Hydro.
- Delivery Charge: These are the costs of delivering electricity from generating stations across the Province to Milton Hydro then to your home or business. This includes the costs to build and maintain the transmission and distribution lines, towers and poles and operate provincial and local electricity systems. A portion of these charges are fixed and do not change from month to month. The rest are variable (and increase or decrease) depending on the amount of electricity that you use. This charge includes:
- **Customer Charge:** a fixed monthly charge to recover costs such as meter reading, billing and account maintenance.
- **Distribution Charge:** based on your usage to recover the cost to deliver electricity through Milton Hydro's distribution network
- **Transmission Network Charge:** based on your usage to recover costs of transporting electricity from the generators to Milton Hydro across the high-voltage transmission grid.
- **Transmission Connection Charge:** based on your usage to recover costs to connect Milton Hydro's distribution network to the transmission grid.
- **Electing Spot Consumers:** An RPP eligible consumer with an interval meter that has elected to be billed on spot market price.
- **Electricity Charge:** This is the cost of the electricity supplied to you during this billing period and is part of the bill that is subject to competition. The electricity consumed is multiplied by the adjustment factor. Milton Hydro collects this charge and pays it directly to our suppliers.
- **IESO:** Independent Electricity System Operator. The IESO administers the wholesale electricity market in Ontario, schedules and dispatches the electricity system to maintain a safe, reliable electricity supply, and settles the wholesale market with all wholesale market participants.
- Non RPP Consumer: Consumers billed on spot market price.

 OPG Rebate: The Ontario Government placed a cap on the amount paid to certain generation facilities owned by Ontario Power Generation (OPG). Your portion of the net adjustment arising from this cap is included on your bill.
- Peak period: Defined as between 7AM and 7PM (local time) on weekdays that are not statutory holidays. Interval metered Maximum and Peak demand determinants are the average clock hour demands. Non interval metered demand determinants are approximately the 15 minute average demands.
- Provincial Benefit: The price of generation in Ontario is set by a competitive market. Certain generators receive payments

- through regulation or contract that differ from the market price. Your portion of the net adjustment arising from these different payments is included on your bill.
- **RPP:** Regulated Price Plan designed by the Ontario Energy Board to better reflect the price paid to generators for electricity.
- RPP Consumers: Low-volume consumers and designated consumers, such as municipalities, hospitals, schools, colleges, and universities, and who have not signed or renewed a contact with a retailer after Dec. 9, 2002. A low volume consumer includes all residential consumers and business consumers with a demand less than 50 kW or consumption less than 250,000 kWh per year.
- Regulatory Charge: Regulatory charge is the cost of administering the wholesale electricity system and maintaining the reliability of the provincial grid. Regulated by the Ontario Energy Board (OEB) the charge includes:
- Wholesale Market Service Charge: based on your usage to recover the costs charged by the IESO to operate the Provincial electrical system and Rural Rate Protection.
- RPP Administration: a fixed monthly charge to recover administrative costs of providing Standard Supply Service. Applicable to SSS Consumers only.
- Smart Meter: A device that measures and records electrical usage either as Time-of-Use during specified periods of the day, cumulatively over a meter reading period or in Intervals on an hourly or sub-hourly basis.
- **Spot Market Price**: for a given hour, the Hourly Ontario Energy Price (HOEP) established by the IESO for that hour.
- Standard Supply Service: (SSS) where consumers have not chosen to sign a contract with a licensed retailer, Milton Hydro, as required by the OEB, will provide the electricity.

Holiday Schedule for Time-of-Use Rates

(Off-Peak rates apply)

Victoria Day May 19, 2008 Canada Day July 1, 2008 Civic Holiday August 4. 2008 September 1, 2008 Labour Day October 13, 2008 Thanksgiving Day Christmas Dav December 25, 2008 December 26, 2008 Boxing Day New Year's Day January 1, 2009 Family Day February 26, 2009 April 10, 2009 Good Friday Victoria Day May 18, 2009

Security deposit may be required.

Security Deposit Policy available upon request or by accessing our Conditions of Service at:

www.miltonhydro.com

VIEW YOUR ACCOUNT ONLINE

You have the ability to find account information fast and easy, any time of the day or night. All you need is a computer and internet access.

Customers can:

- View current statements and due dates
- View meter reading information
- Compare daily, weekly or monthly usage
- View billing history
- Submit move request
- Use eBilling to receive your bills electronically

Advantages:

- Secure and Private
- Convenient
- Access your bills online anywhere,
 24 hours a day, 7 days a week
- Best of all, it's FREE



Milton Hydro Distribution Inc.

55 Thompson Road South, Milton, Ontario, L9T 6P7 Tel: 905-876-4611 Fax: 905-876-2044

email: customerservice@miltonhydro.com www.miltonhydro.com

All rates are approved by the Ontario Energy Board

For more information visit their web site www.oeb.gov.on.ca or contact them toll free at 1-877-632-2727



Electricity Rates





Milton Hydro Distribution Inc.

effective May 1, 2008

RESIDENTIAL

Electricity** See "Elect Delivery includes:	tricity Pricing"
Customer Charge	16.02/month
Distribution	
Transmission Network	\$0.0046/kWh
Transmission Connection	\$0.0043/kWh
Regulatory includes:	
RPP Administration	\$0.25/month*
Wholesale Market Service**	\$0.0062/kWh
Debt Retirement Charge	\$0.0070/kWh

SENTINEL LIGHTS

Electricity** See "Electricity Pricing" Delivery includes:
Customer Charge \$0.41/connection per month
Distribution \$3.1331/Max kW
Transmission Network \$1.2894/Max kW
Transmission Connection \$1.2051/Max kW
Regulatory includes:
RPP Administration \$0.25/month*
Wholesale Market Service** \$0.0062/kWh
Debt Retirement Charge \$0.0070/kWh

STREET LIGHTS

Electricity** See "Electricity Pricing"
Delivery includes:
Customer Charge \$0.16/connection per month
Distribution \$0.7834/Max kW
Transmission Network \$1.2829/Max kW
Transmission Connection \$1.804/Max kW
Regulatory includes:
RPP Administration \$0.25/month*
Wholesale Market Service** \$0.0062/kWh
Debt Retirement Charge \$0.0070/kWh

MISCELLANEOUS CHARGES

Arrears Certificate	\$15.00
Statement of Account	\$15.00
Easement Letter	
Credit reference/check (plus credit agency costs)	
Account Set-up	\$30.00
Returned Cheque (plus bank charges)	\$15.00
Special Meter Reads	\$30.00
Collection of Account (no disconnection)	\$30.00
Reconnection Charge (if disconnected for non-payment)	
At Meter During business hours	\$65.00
At Meter Outside business hours	

All rates are subject to a 1.5% monthly interest charge (19.56% per annum)

UNMETERED SCATTERED LOAD

Electricity**	See "Electricity Pricing"
Customer Charge	
Transmission Network	\$0.0042/kWh
Regulatory includes: RPP Administration	,
Wholesale Market Service**	\$0.0062/kWh
Debt Retirement Charge	\$0.0070/KVVN

Debt Retirement Charge
GENERAL SERVICE
Less Than 50kW Monthly Demand Less than 50kW Electricity** See "Electricity Pricing" Delivery includes: \$17.02/month Customer Charge \$17.02/month Distribution \$0.0160/kWh Transmission Network \$0.0042/kWh Transmission Connection \$0.0038/kWh Regulatory includes: RPP Administration \$0.25/month* Wholesale Market Service** \$0.0062/kWh Debt Retirement Charge \$0.0070/kWh
50kW to 999 kW 50kW Demand Monthly and Up to 999 kW - Interval Metered Electricity** See "Electricity Pricing" Customer Charge \$73.83/month Distribution \$2.5048/Max kW RPP Administration \$0.25/month* Transformer Allowance \$0.60/Max kW Minimum Distribution (in previous 11 months) \$0.57/Max kW Transmission Network \$1.8941/Peak kW Transmission Connection \$1.7548/Max kW Wholesale Market Service** \$0.0062/kWh Debt Retirement Charge \$0.0070/kWh
1000kW to 4999kW 1000kW Demand Monthly and Up to 4999 kW - Interval Metered Electricity** See "Electricity Pricing" Customer Charge \$938.57/month Distribution \$3.0729/Max kW RPP Administration \$0.25/month* Transformer Allowance \$0.60/Max kW Minimum Distribution (in previous 11 months) \$0.57/Max kW Transmission Network \$1.8630/Peak kW Transmission Connection \$1.7261/Max kW Wholesale Market Service ** \$0.0062/kWh

Large User

5000kW and over Demand Monthly - Interval Metered	
Electricity***	
Customer Charge	
Distribution	
RPP Administration	
Transformer Allowance	
Minimum Distribution (in previous 11 months) \$0.57/Max kW	
Transmission Network	
Transmission Connection	
Wholesale Market Service***	
Debt Retirement Charge	
* Applicable to DDD Consumers Only	

ELECTRICITY PRICING

Standard Supply Service (SSS) Consumers

1. Regulated Price Plan (RPP) Consumers

Time-of -Use Meters (Smart Meters)^

Time	Time-of-Use	Price**
Weekends & Holidays		
All Day	Off-peak	\$0.027/kWh
Summer Weekdays		
(May 1 - Oct 31)		
7 am to 11 am	Mid-peak	\$0.073/kWh
11 am to 5 pm	On-peak	\$0.093/kWh
5 pm to 10 pm	Mid-peak	\$0.073/kWh
10 pm to 7 am	Off-peak	\$0.027/kWh
Winter Weekdays		
(Nov 1 - Apr 30) (subject to d	change)	
7 am to 11 am	On-peak	\$0.093/kWh
11 am to 5 pm	Mid-peak	\$0.073/kWh
5 pm to 8 pm	On-peak	\$0.093/kWh
8 pm to 10 pm	Mid-peak	\$0.073/kWh
10 pm to 7 am	Off-peak	\$0.027/kWh
^ RPP consumers will be billed a until notified by Milton Hydro.	as if they had a conv	entional meter

Conventional Meters

Residential Consumers

(May 1, 2008 to October 31, 2008)
First 600 kWh
Balance kWh
(November 1, 2008 to April 30, 2009) (subject to change)
First 1000 kWh \$0.050/kWh**
Balance kWh \$0.059/kWh**
Non Residential Low Volume and
Designated Consumers
(May 1, 2008 to April 30, 2009)(subject to change Nov. 1)
First 750 kWh
Balance kWh \$0.059/kWh**

2. Electing Spot Consumers

Spot Market Price **Provincial Benefit**

3. Non Regulated Price Plan (Non RPP) Consumers

Spot Market Price Provincial Benefit

Retailer Consumers

Contract Price with Retailer **Provincial Benefit**

YOUR RIGHT TO PRIVACY

Milton Hydro is your provider of electricity distribution services and in some cases, a billing agent for your water and wastewater services. Providing these services requires that we collect and keep certain personal information about you. We have developed policies and procedures in compliance with the Personal Information Protection and Electronic Documents Act (PIPEDA) to protect your privacy. Our Privacy Policy can be accessed on our web site www.miltonhydro.com or you can call us to obtain a copy.

Personal Information

We need certain information from you in order to:

- · Provide you with electricity service and bill for electric and/or water and wastewater services:
- Facilitate the pre-authorized payment option;
- Assist us in the collection of accounts;
- Respond to your inquiries about electricity and/or water use and
- · Prevent fraud with respect to both you and our company;
- · Meet legal and regulatory requirements.

The nature of personal information we collect may include:

- · Information we receive from you such as your name, address, contact information and general financial, credit and reference
- · Facts about your historical and current consumption of electricity
- · Information about your transactions with us, such as meter number, account number, account balances, payment history, and account activity.

Protecting your Information

Access to records is restricted to those users that have a legitimate need for

Our business resource contractors provide a comparable level of protection with regard to customer personal information, to comply with PIPEDA and our policy.

Because of the structure of the electricity sector in Ontario, it may be necessary to share your billing and consumption information to third party billing and settlement agencies. For example, if you have signed a separate contract with a retailer, we may provide your billing and consumption to them. Our billing, settlement and regulatory relationships with third parties are governed by licenses and codes which are established by our regulator, the Ontario Energy Board. As required by law or regulation, your information may also be shared or disclosed to other agencies or organizations.

Request for Information

You have the right to request access to your personal information which we have collected and to request amendments to ensure its accuracy and completeness. If you would like to make a request, please send it in writing to the attention of our Privacy Officer at our office or send an email to privacyofficer@miltonhydro.com.

Consent

Certain personal information is required in order to continue to provide electric distribution services and bill for water and wastewater services. If you wish to discuss your options for withdrawing your consent to our collection, use, or disclosure of your personal information, please contact our office.

^{*} Applicable to RPP Consumers Only

^{**} Adjusted by Adjustment Factor of 1.0351

^{***} Adjusted by Adjustment Factor of 1.0145