

**BEFORE THE
WASHINGTON UTILITIES AND TRANSPORTATION COMMISSION**

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| In the Matter of the Joint Application of) | |
| HYDRO ONE LIMITED (acting through) | DOCKET NO. U-170970 |
| its indirect subsidiary, Olympus Equity) | |
| LLC) | |
|) | |
| and) | |
| AVISTA CORPORATION) | SECOND SUPPLEMENTAL COMMENTS |
|) | OF AVISTA AND HYDRO |
|) | ONE AS JOINT APPLICANTS IN |
| For an Order Authorizing Proposed) | REFERENCE TO MANAGEMENT |
| Transaction) | CHANGES AT HYDRO ONE |
|) | |

1 On July 12, 2018, Judge Dennis Moss directed Joint Applicants to file comments concerning changes in Hydro One Limited’s (“Hydro One”) executive management and board of directors, and to make any recommendations with respect to what additional process should be required. As promised in our July 18, 2018 Comments regarding the recent developments involving Hydro One’s Chief Executive Officer (“CEO”) and board of directors, this supplement provides a further update on events related to the changes to Hydro One’s management.

2 On August 14, 2018, Hydro One announced the 10 members of its new Board of Directors (“Board”). **Attachment A** is Hydro One’s material change report (which includes biographies of the new board members) and accompanying press release, which were filed with the Ontario Securities Commission and U.S. Securities and Exchange Commission. Hydro One has also notified the New York Stock Exchange. Four of the new directors (Thomas D. Woods, Cherie Brant, Blair Cowper-Smith, and Russel Robertson) were selected by the Province of

Ontario. The other six new directors (Anne Giardini, David Hay, Timothy Hodgson, Jessica McDonald, William Sheffield, and Melissa Sonberg) were selected by the Ad Hoc Nominating Committee consisting of representatives of four of Hydro One's five largest shareholders besides the Province. Among the 10 new directors, Mr. Woods was selected as the interim Hydro One Board Chair.

3 Hydro One has not yet selected a new CEO to replace Mayo Schmidt who retired on July 11, 2018. Hydro One's Chief Financial Officer, Paul Dobson, was named Hydro One's acting CEO on July 11. Mr. Dobson will continue to serve as acting CEO while Hydro One's new Board conducts a search for Hydro One's new CEO.


4 The CEO search will be the new Board's highest priority. While the timing and selection of the new CEO is within the purview of the newly-constituted Board, there is no reason to believe that the Board will not proceed with all deliberate speed in that regard.

Respectfully submitted this 15th day of August, 2018.

Avista:

Hydro One:

By:  _____
David J. Meyer
VP, Chief Counsel for Regulatory
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By: _____
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