Independent Electricity System Operator
Statement of Financial Position
Unaudited

As at (in thousands of Canadian dollars)	June 30, 2019	December 31, 2018
	$	$
FINANCIAL ASSETS		
Cash	73,777	156,124
Accounts receivable	39,687	111,257
Long-term investments	48,614	43,670
TOTAL FINANCIAL ASSETS	**162,078**	**311,051**
LIABILITIES		
Accounts payable and accrued liabilities	25,351	61,382
Debt	120,000	245,000
Accrued pension liability	27,891	30,566
Accrued liability for employee future benefits other than pension	136,090	131,524
TOTAL LIABILITIES	**309,332**	**468,472**
NET DEBT	(147,254)	(157,421)
NON-FINANCIAL ASSETS		
Net tangible capital assets	106,070	103,952
Prepaid expenses	9,008	6,234
TOTAL NON-FINANCIAL ASSETS	**115,078**	**110,186**
ACCUMULATED DEFICIT		
Accumulated deficit from operations	(44,844)	(54,804)
Accumulated remeasurement gains	12,668	7,569
ACCUMULATED DEFICIT	**(32,176)**	**(47,235)**

Independent Electricity System Operator
Statement of Operations and Accumulated Deficit
Unaudited

For the quarter ended June 30 (in thousands of Canadian dollars)	2019 Budget	2019 Actual	2018 Actual
IESO CORE OPERATIONS	$	$	$
System fees	95,229	95,518	94,742
Other revenue	280	3,362	2,302
Interest and investment income	2,950	1,162	1,376
Core operation revenues	**98,459**	**100,042**	**98,420**
Core operation expenses	(98,452)	(92,239)	(95,395)
Core operations surplus before rebates	7	7,803	3,025
Rebates issued to market participants	-	-	-
Core operations surplus	**7**	**7,803**	**3,025**
OTHER GOVERNMENT PROGRAMS			
Government transfer	150	2,207	62,809
Government transfer expenses	(150)	(2,207)	(62,809)
Government transfer surplus/(deficit)	**-**	**-**	**-**
SMART METERING ENTITY			
Smart metering charge	17,634	17,456	17,271
Smart metering expenses	(15,762)	(15,228)	(13,709)
Smart metering entity surplus	**1,872**	**2,228**	**3,562**
MARKET SANCTIONS AND PAYMENT ADJUSTMENTS			
Market sanctions and payment adjustments	3,840	4,115	2,600
Customer education and market enforcement expenses	(3,963)	(4,186)	(2,667)
Market sanctions and payment adjustments deficit	**(123)**	**(71)**	**(67)**
SURPLUS	**1,756**	**9,960**	**6,520**
ACCUMULATED DEFICIT FROM OPERATIONS, BEGINNING OF PERIOD	(54,804)	(54,804)	(65,985)
ACCUMULATED DEFICIT FROM OPERATIONS, END OF PERIOD	**(53,048)**	**(44,844)**	**(59,465)**

Independent Electricity System Operator
Statement of Remeasurement Gains and Losses
Unaudited

For the quarter ended June 30 (in thousands of Canadian dollars)	2019	2018
	$	$
ACCUMULATED REMEASUREMENT GAINS, BEGINNING OF PERIOD	**7,569**	**10,484**
UNREALIZED GAINS/LOSSES ATTRIBUTABLE TO:		
Foreign exchange - derivatives	-	380
Foreign exchange - other	680	688
Portfolio investments	5,529	1,017
AMOUNTS RECLASSIFIED TO THE STATEMENT OF OPERATIONS:		
Foreign exchange - derivatives	-	-
Foreign exchange - other	(688)	(456)
Portfolio investments	(422)	(573)
NET REMEASUREMENT GAINS FOR THE PERIOD	**5,099**	**1,056**
ACCUMULATED REMEASUREMENT GAINS, END OF PERIOD	**12,668**	**11,540**

Independent Electricity System Operator
Statement of Change in Net Debt
Unaudited

For the quarter ended June 30 (in thousands of Canadian dollars)	2019 Budget	2019 Actual	2018 Actual
	$	$	$
SURPLUS	**1,756**	**9,960**	**6,520**
CHANGE IN NON-FINANCIAL ASSETS			
Acquisition of tangible capital assets	(11,108)	(13,957)	(16,119)
Amortization of tangible capital assets	11,161	11,839	11,723
Change in prepaid expenses	-	(2,774)	(1,527)
TOTAL CHANGE IN NON-FINANCIAL ASSETS	**53**	**(4,892)**	**(5,923)**
NET REMEASUREMENT GAINS FOR THE PERIOD	-	5,099	1,056
CHANGE IN NET DEBT	**1,809**	**10,167**	**1,653**
NET DEBT, BEGINNING OF PERIOD	(157,421)	(157,421)	(93,683)
NET DEBT, END OF PERIOD	**(155,612)**	**(147,254)**	**(92,030)**

Independent Electricity System Operator
Statement of Cash Flows
Unaudited

For the quarter ended June 30 (in thousands of Canadian dollars)	2019	2018
	$	$
OPERATING TRANSACTIONS		
Change in accumulated surplus:		
Surplus	9,960	6,520
	9,960	6,520
Changes in non-cash items:		
Amortization	11,839	11,723
Unrealized foreign exchange gains for the period	(8)	612
Pension expense	4,919	6,367
Other employee future benefits expense	5,880	4,511
Gain on disposal of long-term investments	(422)	(573)
	22,208	22,640
Changes in non-cash balances related to operations:		
Change in accounts payable and accrued liabilities	(34,974)	(360)
Change in accounts receivable	71,570	(36,569)
Change in prepaid expenses	(2,774)	(1,527)
	33,822	(38,456)
Other:		
Contributions to pension fund	(7,594)	(7,055)
Payment of employee future benefits	(1,314)	(1,356)
	(8,908)	(8,411)
Cash provided by operating transactions	**57,082**	**(17,707)**
CAPITAL TRANSACTIONS		
Acquisition of tangible capital assets	(13,957)	(16,119)
Change in accounts payable and accrued liabilities related to tangible capital assets	(1,057)	76
Cash applied to capital transactions	**(15,014)**	**(16,043)**
INVESTING TRANSACTIONS		
Sale/(Purchase) of long-term investments	23	(364)
Proceeds on sale of long-term investments	562	838
Cash applied to investing transactions	**585**	**474**
FINANCING TRANSACTIONS		
Debt Repayment	(125,000)	-
Cash applied to financing transactions	**(125,000)**	**-**
DECREASE IN CASH	**(82,347)**	**(33,276)**
CASH - BEGINNING OF PERIOD	156,124	64,214
CASH - END OF PERIOD	**73,777**	**30,938**