

Re: Smoothing chart

From: "Davidson, Steven (CAB)" </o=govon/ou=exchange administrative group (fydibohf23spdlt)/cn=recipients/cn=davidson, steven (cab)538">
To: "Foster, Robert (CAB)" <robert.foster@ontario.ca>
Date: Thu, 16 Feb 2017 21:36:47 -0500

That makes sense. Thanks. I'll share revised diagram with Steve in the morning and we can decide then how we want to share with PO. Will require some explanation as they didn't hear directly from Gadi.

Sent from my iPhone

On Feb 16, 2017, at 9:26 PM, Foster, Robert (CAB) <Robert.Foster@ontario.ca> wrote:

I think in big picture can look at OFA and OEFC as a similar entity (may just be a technical thing) - the only thing that I think was in question was how much borrowing can from govt (ofa/oefc) before it would be determined that the govt holds all the risk; another entity borrowing would mean risk shared.

I think process is - IESO has the asset; OPG buys the interest in future payments with a loan financed partially by govt and other entity; when the lines cross and GA > costs, IESO flows payments to OPG, which pays off loan.

I think IESO has to hold the asset because they were the mechanism by which the GA is managed.

From: Davidson, Steven (CAB)
Sent: Thursday, February 16, 2017 9:18 PM
To: Foster, Robert (CAB)
Subject: Re: Smoothing chart

Thanks. I didn't understand that OFA would no longer have a role at all. Does IESO have to hold the equity interest? I thought Gadi seemed to be suggesting that they would.

Sent from my iPhone

On Feb 16, 2017, at 9:04 PM, Foster, Robert (CAB) <Robert.Foster@ontario.ca> wrote:

Revised chart for tomorrow - want me to send around to PO, or walk into the boardroom and speak to it?

From: Katona, Keley (ENERGY) <Keley.Katona@ontario.ca>
Sent: Thursday, February 16, 2017 6:59 PM
To: Foster, Robert (CAB)
Cc: Bromm, William (CAB); Kwamena, Boafoa (CAB)
Subject: Re: Smoothing chart

Here you go .

From: Katona, Keley (ENERGY)
Sent: Thursday, February 16, 2017 6:47 PM
To: Foster, Robert (CAB)
Cc: Bromm, William (CAB); Kwamena, Boafoa (CAB)
Subject: Re: Smoothing chart

We can make the change now. Give me a few minutes.

From: Foster, Robert (CAB)
Sent: Thursday, February 16, 2017 6:13 PM
To: Katona, Keley (ENERGY)
Cc: Bromm, William (CAB); Kwamena, Boafoa (CAB)
Subject: Smoothing chart

Keley - for the P's briefing tomorrow, we're going to table the GA smoothing structure chart.

Were you going to prepare a version with a change to the line from OPG-OFA re: the % of the loan.

Can you send if you do - her briefing is at 11, we're hoping to send something her way asap.

Thanks,
Rob

<Cabinet Submission - Electricity Price Mitigation_Accounting Diagram.pptx>