

Breakdown of the GA and OREC

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Date: Thu, 24 May 2018 09:56:30 -0400

Hi Deputy,

The table below explains in greater detail the breakdown of the GA and OREC as a percentage of bills. The 8% rebate is calculated on the new, lower bill (i.e., post-GA refinancing), so when you compare that against the old, larger bill (i.e., pre-GA refinancing) it's a lower percentage. It sounds counterintuitive, but it has to do with the interplay between OREC, GA refinancing, line losses and tax.

Line Item	Pre-OFHP	Post-OFHP	Change	Change+Tax	% Reduction
Electricity	86.30	61.62	24.68	27.88	17.25%
Delivery (incl. line losses)	51.19	50.26	0.93	1.05	0.65%
Regulatory	5.54	3.28	2.26	2.55	1.58%
Sub-total	143.02	115.16			
OREC (8% rebate)	0	9.21	9.21	9.21	5.70%
HST	18.59	14.97	3.62		
Total	161.62	120.92	40.69	40.69	25.18%