

RE: Rate Mitigation Cab Sub

From: "Hume, Steen (ENERGY)" <steen.hume@ontario.ca>
To: "Imbrogno, Serge (ENERGY)" <serge.imbrogno@ontario.ca>
Cc: "Katona, Keley (ENERGY)" <keley.katona@ontario.ca>
Date: Tue, 21 Feb 2017 11:35:58 -0500

Hi. I understand.

In response to Cindy's question we added this sub-bullet to the slide in the version that went to Cabinet last week:

- Generators in Ontario received contracted or regulated rates, which are typically designed to recover capital, financing and fixed operations costs. Most generators are on 20-year contracts with the exception of hydroelectric and nuclear plants. They operate on longer contracts (or are regulated on a cost-of-service basis by the OEB) in recognition of the much longer operating lives of these facilities.

I'll ask folks to provide some additional detail based on her question *"Can you provide more detail on what these capital costs are that are referred to -- are these the costs paid to the generators during the first 20 years (e.g. to enable them to recover their capital) or something else?"*.

From: Imbrogno, Serge (ENERGY)
Sent: February-21-17 11:23 AM
To: Hume, Steen (ENERGY)
Cc: Katona, Keley (ENERGY)
Subject: Fwd: Rate Mitigation Cab Sub

Hi. I've attached her initial question embedded in the deck on slide 40.

Sent from my iPad

Begin forwarded message:

From: "Veinot, Cindy (TBS)" <Cindy.Veinot@ontario.ca>
To: "Imbrogno, Serge (ENERGY)" <Serge.Imbrogno@ontario.ca>, "Angus, Helen (TBS)" <Helen.Angus@ontario.ca>, "Hughes, Karen (TBS)" <Karen.Hughes@ontario.ca>
Cc: "Orsini, Steve (CAB)" <Steve.Orsini@ontario.ca>, "Thompson, Scott (MOF)" <Scott.Thompson@ontario.ca>, "Davidson, Steven (CAB)" <Steven.Davidson@ontario.ca>, "Bromm, William (CAB)" <William.Bromm2@ontario.ca>, "Hosick, Sarah (TBS)" <Sarah.Hosick@ontario.ca>, "Laughton, Patrick (TBS)" <Patrick.Laughton@ontario.ca>, "MacIntyre, Kyle (TBS)" <Kyle.MacIntyre@ontario.ca>
Subject: RE: Rate Mitigation Cab Sub

Please see attached for TBS edits – slides 28, 41 and 46 as well as a question on slide 40.

Cindy

From: Imbrogno, Serge (ENERGY)

Sent: February-13-17 7:00 PM

To: Angus, Helen (TBS); Veinot, Cindy (TBS)

Cc: Orsini, Steve (CAB); Thompson, Scott (MOF); Davidson, Steven (CAB); Bromm, William (CAB)

Subject: Rate Mitigation Cab Sub

Hi,

Here's a draft of the Cab Sub with placeholder slides for accounting structure and considerations.
Hopefully, you can turn a draft tonight?

Serge