

FW: Hydro Regs- Materials

From: "Hindmarch-Watson, Tim (CAB)" <tim.hindmarch-watson2@ontario.ca>
To: "Moore, Karen (CAB)" <karen.moore4@ontario.ca>
Date: Fri, 27 Oct 2017 13:15:04 -0400

Do we call it?

Tim Hindmarch-Watson
416-325-4618

From: Schlaepfer, Martin (ENERGY)
Sent: October-27-17 12:57 PM
To: Hindmarch-Watson, Tim (CAB)
Subject: RE: Hydro Regs- Materials

We just followed up with our legal branch.

From: Hindmarch-Watson, Tim (CAB)
Sent: October 27, 2017 12:57 PM
To: Schlaepfer, Martin (ENERGY) <Martin.Schlaepfer@ontario.ca>
Subject: RE: Hydro Regs- Materials

Timing update?

Tim Hindmarch-Watson
416-325-4618

From: Schlaepfer, Martin (ENERGY)
Sent: October-27-17 11:56 AM
To: Hindmarch-Watson, Tim (CAB)
Subject: Re: Hydro Regs- Materials

Hi Tim,

We are arranging to have Steen sign as acting DM.

I will get them to you asap.

Thanks,
Martin

From: Schlaepfer, Martin (ENERGY)
Sent: Friday, October 27, 2017 11:49 AM
To: Hindmarch-Watson, Tim (CAB)
Subject: Re: Hydro Regs- Materials

Legal is pushing to get them done asap, but my Deputy is not in today to sign.

From: Hindmarch-Watson, Tim (CAB)
Sent: Friday, October 27, 2017 11:48 AM

To: Schlaepfer, Martin (ENERGY)
Subject: RE: Hydro Regs- Materials

Okay. This may mean we can't keep you on. When would be the earliest you could have them signed by the DM?

Tim Hindmarch-Watson
416-325-4618

From: Schlaepfer, Martin (ENERGY)
Sent: October-27-17 11:47 AM
To: Hindmarch-Watson, Tim (CAB)
Subject: Re: Hydro Regs- Materials

That won't be possible. The regs are still being finalized.

From: Hindmarch-Watson, Tim (CAB)
Sent: Friday, October 27, 2017 11:42 AM
To: Schlaepfer, Martin (ENERGY)
Subject: RE: Hydro Regs- Materials

We need DM signed finals by 1pm if we are going to be able to keep the item on the LRC agenda for Monday. Accessible versions as well.

Tim Hindmarch-Watson
416-325-4618

From: Schlaepfer, Martin (ENERGY)
Sent: October-27-17 11:39 AM
To: Hindmarch-Watson, Tim (CAB)
Subject: Re: Hydro Regs- Materials

I'm in meetings until 3:30 today. What's up?

From: Hindmarch-Watson, Tim (CAB)
Sent: Friday, October 27, 2017 11:37 AM
To: Schlaepfer, Martin (ENERGY)
Subject: RE: Hydro Regs- Materials

Hi Martin:

Are you able to give me a call?

Thanks

Tim Hindmarch-Watson
416-325-4618

From: Schlaepfer, Martin (ENERGY)
Sent: October-27-17 9:42 AM
To: Teare, Rebecca (CAB); Hindmarch-Watson, Tim (CAB)
Cc: Moore, Karen (CAB)
Subject: Re: Hydro Regs- Materials

Hi Rebecca,

I'll get you answers to these questions asap.

On the signing of the materials, our MO has advised that the Minister is in town on Saturday and they would prefer to have him sign in person.

Thanks,
Martin

From: Teare, Rebecca (CAB)
Sent: Friday, October 27, 2017 9:22 AM
To: Schlaepfer, Martin (ENERGY); Hindmarch-Watson, Tim (CAB)
Cc: Moore, Karen (CAB)
Subject: RE: Hydro Regs- Materials

Hi Martin,

Thanks very much for your review. We received a couple other questions that I'm hoping you can kindly please advise on at your earliest convenience this morning:

- With respect to the last sentence in the language provided below, does ENERGY have any concerns with stating that the repayment period will begin in 2027 (rather than late 2020s)?
- Please provide more details on why OPG advises that to meet its accounting requirements an initial lump sum of \$3.1 million is needed to ensure that it can operate on a "commercial basis" for the first seven months of the plan.
- Is the proposed 7.5 basis points base fee for the Jan 1 2018 to March 31 2019 consistent with comparable service providers?
- What kind of performance metrics would the performance-based fee be based on?

Also, can you please provide an update on timing for when the regs will be signed today?

Many thanks,
Rebecca

From: Schlaepfer, Martin (ENERGY)
Sent: October 27, 2017 8:32 AM
To: Hindmarch-Watson, Tim (CAB)
Cc: Moore, Karen (CAB); Teare, Rebecca (CAB)
Subject: Re: Hydro Regs- Materials

Hi Tim,

Please see a proposed edit from our MO below in red.

Thanks,
Martin

From: Schlaepfer, Martin (ENERGY)
Sent: Friday, October 27, 2017 12:36 AM
To: Hindmarch-Watson, Tim (CAB)
Cc: Moore, Karen (CAB); Teare, Rebecca (CAB)
Subject: Hydro Regs- Materials

Thanks, Tim. This works for us.

I'll have to get back to you on the signing tomorrow.

Thanks,
Martin

From: Hindmarch-Watson, Tim (CAB) <Tim.Hindmarch-Watson2@ontario.ca>
Sent: Thursday, October 26, 2017 4:51 PM
To: Schlaepfer, Martin (ENERGY)
Cc: Moore, Karen (CAB); Teare, Rebecca (CAB)
Subject: RE: Fair Hydro Regs- Materials

Hi Martin:

I know you are likely all offsite at the moment, but wanted to flag something for you that OPCD caught when reviewing the pink note.

The note had contained the statement that the clean energy adjustments would appear at the beginning of the repayment period. However, it is our understanding that due to nuances in the legislation, the CEAs would actually appear at the end of the inflationary cap period, but that these will be small as they will only represent interest payments. This is not the way it has been represented to members in previous notes and, as such we are proposing to include the following in the note:

It was originally intended that the clean energy adjustments would appear on customer's bills at the beginning of the repayment period. However, the way the legislation operates, the clean energy adjustments will appear on customer's bills once the inflationary cap period is complete. These payments are expected to be small as they will represent interest payments, and not repayment of the principle until the repayment period begins in the **late** 2020s.

Can you please review ASAP and get back to us on this as well as the plan to have the minister sign offsite tomorrow?

Thanks,

Tim Hindmarch-Watson
416-325-4618

From: Schlaepfer, Martin (ENERGY)
Sent: October-24-17 6:03 PM
To: Hindmarch-Watson, Tim (CAB)
Cc: Moore, Karen (CAB); Teare, Rebecca (CAB)
Subject: RE: Fair Hydro Regs- Materials

Hi Folks,

Sorry, please use this version of the pink note. Minor changes.

Thanks,
Martin

From: Schlaepfer, Martin (ENERGY)
Sent: October 24, 2017 5:49 PM
To: Hindmarch-Watson, Tim (CAB) <Tim.Hindmarch-Watson2@ontario.ca>
Cc: Moore, Karen (CAB) <Karen.Moore4@ontario.ca>; Teare, Rebecca (CAB) <Rebecca.Teare2@ontario.ca>
Subject: RE: Fair Hydro Regs- Materials

Hi Folks,

Attached are the current drafts of the regs, the approval form, and comments/edits on the pink note.

The regs and approval form are still undergoing changes, but these are near final. I hope to get you updated ones tomorrow.

Thanks and sorry for the delay in getting these to you.
Martin

From: Hindmarch-Watson, Tim (CAB)
Sent: October 24, 2017 8:47 AM
To: Schlaepfer, Martin (ENERGY) <Martin.Schlaepfer@ontario.ca>
Cc: Moore, Karen (CAB) <Karen.Moore4@ontario.ca>; Teare, Rebecca (CAB) <Rebecca.Teare2@ontario.ca>
Subject: Fair Hydro Regs- Materials
Importance: High

Hi Martin:

Following up to see where materials are at for the Fair Hydro Plan regs? We really need to have the package, including comments on the draft note, this morning if we are going to be able to ensure that the item stays on for the 30th.

Thanks,

Tim Hindmarch-Watson
Policy Advisor
Justice, Resource and Environmental Policy
Policy and Delivery Division
Cabinet Office
416-325-4618