

RE: Fair Hydro Regs -- Exec Summary

From: "Teare, Rebecca (CAB)" <rebecca.teare2@ontario.ca>
To: "Moore, Karen (CAB)" <karen.moore4@ontario.ca>, "Hindmarch-Watson, Tim (CAB)" <tim.hindmarch-watson2@ontario.ca>
Date: Tue, 24 Oct 2017 13:39:13 -0400
Attachments: REG-11654_ID51067_LRC_CBN-DRAFT-V7.docx (162.79 kB)

Hi Tim,

Could re-purpose the summary of proposal section from the draft LRC note:

On March 2, 2017, the government announced Ontario's Fair Hydro Plan (OFHP). One component of the OFHP is refinancing a portion of the Global Adjustment (GA). The implementing legislation for GA refinancing, the *Ontario Fair Hydro Plan Act, 2017* (OFHPA), was introduced May 11, 2017 and received Royal Assent on June 1, 2017. The OFHP expands the powers of Ontario Power Generation (OPG), the Ontario Energy Board (OEB) and the Independent Electricity System Operator (IESO) and puts in place mechanisms including appropriate payment settlement and cost-recovery authorities for and through the IESO to manage the deferred GA costs.

This proposal is the next step in the implementation of GA refinancing. The Ministry of Energy (ENERGY) is proposing amendments to O.Reg. 206/17 (i.e., general regulation) under the OFHPA that would:

1. Enable OPG, as Financial Services Manager (FSM) to establish and charge fees, once approved by the OEB, for the services it provides as part of the government's approach to GA refinancing.
2. Enable OPG, as FSM to recover "carrying costs" (i.e., fees and interest amounts) from IESO during the "inflationary cap period" from July 1, 2017 to April 30, 2021.

We need to confirm if the ministry is proposing any additional Tim, do you have any changes / additions?

Thanks,
Rebecca

From: Moore, Karen (CAB)
Sent: October 24, 2017 1:25 PM
To: Hindmarch-Watson, Tim (CAB); Teare, Rebecca (CAB)
Subject: RE: Fair Hydro Regs -- Exec Summary

The one for the LRC binder that pops out when you click on the tab. Would have more detail than the below, including the instruments being amended. Thanks!

Karen
416-325-4764
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From: Hindmarch-Watson, Tim (CAB)
Sent: October 24, 2017 1:24 PM
To: Moore, Karen (CAB) <Karen.Moore4@ontario.ca>; Teare, Rebecca (CAB)

<Rebecca.Teare2@ontario.ca>

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Do you mean the description in Mosaic provided by the ministry?

Supporting the Implementation of Ontario's Fair Hydro Plan (OFHP)

"To ensure the implementation of OFHP proceeds as planned under the Ontario Fair Hydro Plan Act, 2017 (OFHPA), the Ministry of Energy is seeking approval of a methodology for the calculation of OPG management fees and of the role of the Ontario Energy Board (OEB) in reviewing those fees. In addition, the Ministry of Energy is also seeking approval for a mechanism to recover fees and carrying costs for the period from July 1, 2017 to April 30, 2021 (i.e., "the inflationary cap period")."

Tim Hindmarch-Watson
416-325-4618

From: Moore, Karen (CAB)

Sent: October-24-17 1:21 PM

To: Teare, Rebecca (CAB); Hindmarch-Watson, Tim (CAB)

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Could you please pull out a section for the LRC header that provides a brief overview of the reg package? Please make sure Energy reviews and approves the text asap – this will be a way to keep them on the agenda with some shred of credibility.

Thanks!

Karen Moore

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