

# FW: Discussion on IESO/OPG accounting impacts

**From:** "Veinot, Cindy (TBS)" <"o=govon/ou=exchange administrative group (fydibohf23spdl)/cn=recipients/cn=veinot, cindy (tbs)d57">  
**To:** "Petsche, Nadine (TBS)" <nadine.petsche@ontario.ca>  
**Cc:** "Hosick, Sarah (TBS)" <sarah.hosick@ontario.ca>  
**Date:** Thu, 06 Jul 2017 13:59:41 -0400

fyi

**From:** Kim Marshall [mailto:Kim.Marshall@ieso.ca]  
**Sent:** July 6, 2017 1:59 PM  
**To:** JORDA Jenny -FIN & C CTRL; Michael Boll; Susan Nicholson; WONG Leslie -LAWDIV; MAUTI John -FIN & C CTRL; VISWANATHAN Suneethi -FIN & C CTRL; 'Picard, Michel'; GO Matthew -TREASURY; PRESTON Stuart -TREASURY; Veinot, Cindy (TBS); Calwell, Carolyn (ENERGY/MEDEI/MRI); Anthony Martinello  
**Subject:** RE: Discussion on IESO/OPG accounting impacts

Just an update. KPMG is preparing documented responses to items 1-3, should be available beginning of next week. What is the timing and process for revisiting this? I am on vacation most of next week but Susan can act on behalf of IESO and I can join a conf call if needed. Thanks.

**Kimberly Marshall** | VP, Corporate Services & CFO  
Independent Electricity System Operator (IESO) | T: (416) 969-6232 | C: (416) 545-7202  
120 Adelaide Street West, Suite 1600, Toronto, ON M5H 1T1  
Web: [www.ieso.ca](http://www.ieso.ca) | Twitter: [IESO Tweets](https://twitter.com/IESO_Tweets) | LinkedIn: [IESO](https://www.linkedin.com/company/ieso)

*Corporate Services collaborates with you to deliver solutions and expertise that enable the IESO to achieve its goals.*

Conservation: [www.saveONenergy.ca](http://www.saveONenergy.ca) | Twitter: [saveONenergyOnt](https://twitter.com/saveONenergyOnt) | LinkedIn: [saveONenergy](https://www.linkedin.com/company/saveONenergy)

**From:** JORDA Jenny -FIN & C CTRL [mailto:jenny.jorda@opg.com]  
**Sent:** June 28, 2017 5:58 PM  
**To:** Michael Boll; Kim Marshall; Anthony Martinello; Susan Nicholson; 'Tracy Brennan'; Laney Doyle; 'Brittany Keenan'; WONG Leslie -LAWDIV; MAUTI John -FIN & C CTRL; 'phamilton@stikeman.com'; 'gzacher@stikeman.com'; VISWANATHAN Suneethi -FIN & C CTRL; 'Picard, Michel'; GO Matthew -TREASURY; PRESTON Stuart -TREASURY; 'Veinot, Cindy (TBS)'; Calwell, Carolyn (ENERGY/MEDEI/MRI)  
**Cc:** Kelly, Gale M; JACKSON, ADAM; Christie, Tim (ENERGY)  
**Subject:** RE: Discussion on IESO/OPG accounting impacts

Hi All – see below for action items from today's meeting. Please let me know if I missed anything.

| Item | Action Item | Responsibility |
|------|-------------|----------------|
|------|-------------|----------------|

**Assumptions:**

Four year moratorium exists where ratepayers will not pay interest during the first 4 years  
IESO will be contractually obligated to pay the Trust interest expense/fees/other during the first 4 years

- |                                                                                                                                                                                                                                                                    |                  |
|--------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|------------------|
| 1 IESO to complete consolidation analysis of Trust including determining whether the IESO being required to backstop any non purchases of deferrals by the Trust (i.e. failure to roll paper) would impact consolidation                                           | IESO/KPMG        |
| 2 IESO to determine whether current wording in the Regulations allows for the recording of an asset to <b>fully</b> offset the financial liability (which will consist of the present value of 4 years of interest)                                                | IESO/KPMG        |
| 3 IESO to confirm whether full amount of regulatory asset can be de-recognized upon sale to the Trust considering there are still obligations ongoing to pay Trust interest/fees, etc.                                                                             | IESO/KPMG        |
| 4 OPG to assess impacts of not being able to record interest revenue to offset interest expense                                                                                                                                                                    | OPG/EY           |
| 5 Determine whether there are possibilities of having the ratepayers pay the 'interest' component through a possible redefinition of 'clean energy adjustment' or include as part of 'global adjustment' or liaise with Bill Presentment Committee on alternatives | Province Counsel |

-----Original Appointment-----

**From:** JORDA Jenny -FIN & C CTRL

**Sent:** Wednesday, June 21, 2017 4:04 PM

**To:** JORDA Jenny -FIN & C CTRL; 'Michael Boll'; 'Kim Marshall'; 'Anthony Martinello'; 'Susan Nicholson'; 'Tracy Brennan'; Laney Doyle; 'Brittany Keenan'; WONG Leslie -LAWDIV; MAUTI John -FIN & C CTRL; 'phamilton@stikeman.com'; 'gzacher@stikeman.com'; VISWANATHAN Suneethi -FIN & C CTRL; 'Picard, Michel'; GO Matthew -TREASURY; PRESTON Stuart -TREASURY; 'Veinot, Cindy (TBS)'; Calwell, Carolyn (ENERGY/MEDEI/MRI)

**Cc:** Kelly, Gale M; JACKSON, ADAM; Christie, Tim (ENERGY)

**Subject:** Discussion on IESO/OPG accounting impacts

**When:** Wednesday, June 28, 2017 2:00 PM-3:00 PM (UTC-05:00) Eastern Time (US & Canada).

**Where:** EY Tower - 100 Adelaide Street West - Meet 31st floor reception/Dial-in details: 1-866-259-5440 PIN: 76683014#

EY Tower - 100 Adelaide Street West - Meet 31st floor reception/Dial-in details: 1-866-259-5440 PIN: 76683014#

---

**THIS MESSAGE IS ONLY INTENDED FOR THE USE OF THE INTENDED RECIPIENT(S) AND MAY CONTAIN INFORMATION THAT IS PRIVILEGED, PROPRIETARY AND/OR CONFIDENTIAL. If you are not the intended recipient, you are hereby notified that any review, retransmission, dissemination, distribution, copying, conversion to hard copy or other use of this communication is strictly prohibited. If you are not the intended recipient and have received this message in error, please notify me by return e-mail and delete this message from your system. Ontario Power Generation Inc.**

This e-mail message and any files transmitted with it are intended only for the named recipient(s) above and may contain information that is privileged, confidential and/or exempt from disclosure under applicable law. If you are not the intended recipient(s), any dissemination, distribution or copying of this e-mail message or any files transmitted with it is strictly prohibited. If you have received this message in error, or are not the named recipient(s), please notify the sender immediately and delete this e-mail message.