RE: OFA facility for IESO

From: "Donaldson, Mark (TBS)" <mark.donaldson@ontario.ca>
To: "Veinot, Cindy (TBS)" <cindy.veinot@ontario.ca>
Cc: "Hosick, Sarah (TBS)" <sarah.hosick@ontario.ca>
Date: Thu, 07 Dec 2017 16:42:58 -0500

Thanks – John indicated if this was the case, they would not have any concerns. It seemed to vary from what was articulated by ENE at one of the protection agreement discussions.

From: Veinot, Cindy (TBS)
Sent: December 7, 2017 4:41 PM
To: Donaldson, Mark (TBS)
Cc: Hosick, Sarah (TBS)
Subject: RE: OFA facility for IESO

I spoke to Kim Marshall this morning – the regulatory asset created by this structure is to be incorporated into the regulatory asset funded by OPG.

Also – OPG has a document with EY for their review re: updated accounting analysis – I've asked them to send it to us. OPG expects to have EY's letter by the end of next week.

IESO expects to have KPMG's opinion in January and I've asked that their opinion include an analysis of the interest during the moratorium period.

Thanks,

Cindy

From: Donaldson, Mark (TBS)
Sent: December 7, 2017 4:36 PM
To: Veinot, Cindy (TBS)
Subject: FW: OFA facility for IESO

Update: John is going to seek clarity from ENE on how they think fees/interests will be financed.

From: Donaldson, Mark (TBS)
Sent: December 7, 2017 11:50 AM
To: 'John Kim'
Cc: Kathirgamanathan,Shajee (OFA); He, Gavin (OFA); 'Bruno Amara'
Subject: RE: OFA facility for IESO

Hi John,

Left you a voice message … I had conversation with Anthony Martinello at the IESO … what I believe you've described is not what I understood (based on the note), and Anthony is aligned with our understanding as well.

Happy to chat.
Mark
5-8027

From: Donaldson, Mark (TBS)
Sent: December 6, 2017 10:26 AM
To: John Kim
Cc: Kathirgamanathan,Shajee (OFA); He, Gavin (OFA); Bruno Amara
Subject: RE: OFA facility for IESO

Hi John ,

I will review and advise shortly.

Mark

From: John Kim [mailto:John.Kim@ofina.on.ca]
Sent: December 5, 2017 6:21 PM
To: Donaldson, Mark (TBS) <Mark.Donaldson@ontario.ca>
Cc: Kathirgamanathan,Shajee (OFA) <Shajee.Kathirgamanathan@ofina.on.ca>; He, Gavin (OFA) <Gavin.He@ofina.on.ca>; Bruno Amara <Bruno.Amara@ofina.on.ca>
Subject: OFA facility for IESO

Hi Mark,

As part of the Fair Hydro Plan, we have become aware that the IESO is intending to use the OFA's $2 billion credit facility to pay for the interest costs and fees associated with the Fair Hydro plan during the moratorium period.

Would your team have been aware of this? We would like your comments specifically on the potential for fiscal impact given that the IESO would be borrowing to pay for these interest costs and fees.

We have developed an internal briefing note (still draft) to outline this issue, and would appreciate comments from your area, particularly on the 'Fiscal Impact' section.

Happy to chat further or have my staff reach out to yours to flush out the details.

John

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