

TBS Media Calls - April 5

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Hi all – we had two media calls today.

Let me know if you have any questions.

Thanks.

Lawvin

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1. Matthew McClearn – Globe and Mail

Questions:

- 1) On what date did Ms. Veinot ask the IESO to “look at” the issue of market accounts on the IESO’s financial statements?
- 2) What form did this request take? (Letter, memo, personal conversation, etc.)
- 3) To whom at IESO did Ms. Veinot direct this request?
- 4) Did Ms. Veinot indicate to the IESO a time frame in which her instructions were to be executed? If so, what was that timeframe?

Response:

During the week of January 16, 2017, Cindy Veinot, Assistant Deputy Minister and Provincial Controller had a conversation with Kim Marshall, Vice President, Corporate Services and Chief Financial Officer regarding IESO’s financial reporting of market accounts. She requested IESO take a closer look at the accounting for market accounts on their financial statements. While no specific timeframe was discussed during the conversation, the intention of the request was to have this review completed before the province’s year-end of March 31, 2017.

Background:

In its 2016 financial statements, the Independent Electricity System Operator (IESO) began recognizing its market accounts’ assets (amounts due from power distributors) and liabilities (amounts due to power producers) in its financial results. IESO has chosen to recognize these market accounts on its books for transparency reasons, as it better reflects the financial position of the IESO-administered markets at year-end.

This change was supported by the IESO’s audit committee, its independent external auditor (KPMG), and by the Office of the Provincial Controller.

As standard practice, the financial statements of the IESO for the year-ended December 31, 2016 were subject to an external audit by KPMG. KPMG issued an unqualified (or

clean) opinion stating that the financial statements of the IESO were fairly presented, in all material respects, in accordance with Public Sector Accounting Standards (PSAS).

This accounting is consistent with the presentation used previously by the Ontario Power Authority (which was merged with the IESO on January 1, 2015) in its financial statements, which was not subject to qualification from the Office of the Auditor General at that time.

The Office of the Provincial Controller is responsible for the integrity of the government's public financial reporting, including consolidation of all organizations within the reporting entity, as presented within the Public Accounts of Ontario. The province's consolidated financial statements, including the entities it controls and consolidates (such as the IESO), are presented in accordance with PSAS and the government's internal reporting policies. Each consolidated entity (such as the IESO) produces its own stand-alone financial statements and is subject to its own financial statement audit.

2. Jennifer Yang – Toronto Star

Question:

Can you tell me how many OPS workers are suspended every year? I'm wondering if there are annual statistics for the last 5 or 10 years. Also, is it possible to racially disaggregate that data, to see how many suspended workers are persons of colour?

Response:

We're committed to being an inclusive organization that is diverse, accessible and equitable; one that delivers excellent public service and enables all employees to reach their full potential. The OPS has been recognized as one of Canada's Best Diversity Employers for the 11th year in a row and is the only public service to receive the award for 11 consecutive years.

We've implemented the OPS Anti-Racism Program which aims to identify and remove systemic racism barriers within existing policies, processes and practices that lead to disparities for racialized staff. We will do this by examining ministry-level disaggregated race data, by looking for trends in the data. This is a preliminary step. As trends are identified, we will create an enterprise-wide action plan that will directly target key issues identified through the data.

The Ontario Public Service doesn't track disciplinary suspensions enterprise-wide, as each ministry is accountable for disciplinary matters involving its own employees and this confidential information is not aggregated.

Lawvin Hadisi

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