

GA Smoothing – Fiscal Considerations

- If the proposed legal and accounting treatment of the GA financing smoothing proposal is not implemented, there would be a negative impact on the province's fiscal plan, as shown below.
- The table below shows the projected fiscal savings /costs related to GA smoothing Options 1 and 2 under these two legal/accounting treatment scenarios

Fiscal Impact (\$M)	2017-18	2018-19	2019-20	2020-21	2021-22
Without Proposed Legal/Accounting Treatment					
Option 1 - Bills Lowered by 25%, RPP Only*	2,534	2,668	2,942	3,420	3,183
Option 2 - Bills Lowered by 20%, RPP Only*	1,770	1,850	2,072	2,489	2,188
Option 3 - Bills Lowered by 18%, RRP Only*	1,487	1,585	1,524	1,503	1,429

*Numerical values represent amount borrowed in indicated fiscal year plus accumulated interest from previous year's accumulated debt

Source: Ministry of Energy