

Message

Sent: 2017-05-30 3:18:19 PM
To: Macfarlane, Gavin [Gavin.Macfarlane@moodys.com]
CC: Hamlet Alexanian [/o=ExchangeLabs/ou=Exchange Administrative Group (FYDIBOHF23SPDLT)/cn=Recipients/cn=d0fcff8aeea84848ba5a12380ec04460-Hamlet Alex]
Subject: Fair hydro FAO report

FYI

1,

FAO Report:

"The Province plans to borrow an average of \$2.5 billion annually to pay a portion of the cost of electricity thereby lowering the price paid by ratepayers."

And in Appendix C, Figure 6-4, the proposed annual amount is \$2.5B.

<http://fao-on.org/web/default/files/publications/Fair%20Hydro/Fair%20Hydro%20Plan.pdf>

2.

If you assume the IESO market clearing is about \$1.3 billion per month then 17% ($1.3 \times .17$) is about \$2.6B/year. Remember 8% is HST rebate.

Regards.