

Message

Sent: 2017-10-23 12:36:06 PM
To: GO Matthew -TREASURY [matthew.go@opg.com]
CC: Jeannette Briggs <jeannette.briggs@ieso.ca>, Alexanian Hamlet <hamlet.alexanian@ieso.ca>
Subject: Re: CEA remittances

Matt

Below are my comments:

-LDCs are collecting CEAs each day during the month since homeowners are not all billed at the same time, therefore LDCs may have 30 days of CEAs deposits each month. Also, homeowners typically have up to 16 non-bus days from billing date to due date...therefore a homeowner billed on Sept 30 will likely have a due date of Oct 16.

-as per the FH Act all LDCs have to segregate CEA monies into a trust acct.....as the funds are in a trust acct then the dealers should have comfort.

- as mentioned previously, the IESO will have a new and separate process for CEAs. To avoid LDCs remit one amount for both a) electricity market and b) CEAs, the IESO is separating these into two separate days to remit.

Jeannette is indifferent about receiving payments earlier but had the following points;

Also, as we discussed, funds held in trust will be protected from creditors so his point about "risk" is invalid. I attached your diagram for the timeline. Not sure if it jots your memory for anything else.

Original Message

Show Details

From: matthew.go@opg.com
Sent: October 22, 2017 11:29 PM
To: Anthony.Martinello@ieso.ca
Subject: CEA remittances

Anthony,

In prior conversations, IESO had suggested the following re CEA remittances:

1. Day 16 – LDCs remit CEA collected from prior month
2. Day 18 – IESO remits CEA to the Trust

Is there any issue with moving these elements to the beginning of the month? Dealers will want the CEA in the Trust's hands ASAP after the prior calendar month is done (also to minimize the amount of time CEA is sitting with LDC). I can't see this being a big ask on the LDCs as they don't have to do much other than transfer the contents of their seg account to IESO. Also there really is no reason for them to sit on that cash and it just increases risk if they hold it longer. Let me know your thoughts.

Thanks,

Matt

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