Message

From: John Kim [John.Kim@ofina.on.ca]
Sent: 2017-10-25 12:17:59 PM
To: Anthony Martinello [/o=ExchangeLabs/ou=Exchange Administrative Group (FYDIBOHF23SPDLT)/cn=Recipients/cn=3fb7d76317b34780b15d96309b995c31-Anthony Mar]
Subject: RE: IESO - OFA

Hi Anthony,

Is there an update on the service agreement drafting/negotiation process?

Thanks,

John

From: Anthony Martinello [mailto:Anthony.Martinello@ieso.ca]
Sent: Friday, October 20, 2017 1:42 PM
To: John Kim <John.Kim@ofina.on.ca>
Subject: RE: IESO - OFA

905-403-6944.

Anthony Martinello Director, Treasury & Pension Operations
Independent Electricity System Operator (IESO) | T: 905-403-6944
Station A, Box 4474, Toronto, ON, M5W 4E5
www.ieso.ca[ieso.ca]

From: John Kim [mailto:John.Kim@ofina.on.ca]
Sent: October 20, 2017 1:42 PM
To: Anthony Martinello
Subject: RE: IESO - OFA

Hi Anthony,

Do you have time for a quick chat?

Thanks,

John

From: Anthony Martinello [mailto:Anthony.Martinello@ieso.ca]
Sent: Thursday, October 19, 2017 3:59 PM
To: John Kim <John.Kim@ofina.on.ca>
Subject: RE: IESO - OFA

Please call my cell 289-795-9426.

From: John Kim [mailto:John.Kim@ofina.on.ca]
Sent: October 18, 2017 1:53 PM

To: Anthony Martinello
Subject: RE: IESO - OFA

Hi Anthony,

Any update on OPG's position?

Thanks,

John

From: Anthony Martinello [mailto:Anthony.Martinello@ieso.ca]
Sent: Tuesday, October 17, 2017 11:06 AM
To: Ronald Kwan <Ronald.Kwan@ofina.on.ca>; John Kim <John.Kim@ofina.on.ca>
Cc: Victor Buza <Victor.Buza@ieso.ca>
Subject: IESO - OFA

Ronald/John,

Based on verbal feedback thus far, OPG has not raised a material concern with the proposed intercept letter. The IESO has raised the point that this intercept letter may extend to non-Min of Energy monies (e.g. MOECC) which I still have to land/discuss with my in-house legal. I hope to final this letter soon.

A few items as FYI for the proposed fair hydro structure:

1.
DRAFT - IESO is expected to post a letter of credit (or maybe a letter of guarantee solely written by IESO) in favour of the Trust for any non-credit rated LDCs defaults risk during the period 2021 to 2047. The amount has not been finalized but may be up to $75 million.

2.
DRAFT - The Trust is looking for the IESO to give a 1st priority/security over all IESO assets including accounts receivables in favour of the Trust. This item is being discussed amongst all parties. If this proceeds, the IESO will have to amend/restructure its current credit facilities with TD Bank, OFA, and OEFC as all are unsecured pari-passu.

Regards.