Message

Sent: 2017-12-18 12:41:19 PM
To: Natalie Schaus [/o=ExchangeLabs/ou=Exchange Administrative Group (FYDIBOHF23SPDLT)/cn=Recipients/cn=58bb43f7d031480696ce362cf240759c-Natalie Sch]
CC: Alefiya Jivajee [/o=ExchangeLabs/ou=Exchange Administrative Group (FYDIBOHF23SPDLT)/cn=Recipients/cn=752d18b7818e4c3092f22a37e0b298d6-Alefiya Jiv]; Susan Nicholson [/o=ExchangeLabs/ou=Exchange Administrative Group (FYDIBOHF23SPDLT)/cn=Recipients/cn=f668e601bd2b4865a5c31dca531047c8-Susan Nicho]
Subject: RE: OPG Trust Invoice Journal Entries for your review

My suggestions for your consideration:

OPG purchase for ***$1,179,000,000.00 :***

a.IESO should already have 1.173 billion in the regulatory asset effective Nov 30 2017 with the invoices issued in mid-Dec.

b.Issue invoice for $1,179,000,000.00 on Dec 20th
DR A/R
CR Regulatory Asset – FH variance

c.OPG pays IESO on Dec 20th
DR Cash
CR A/R

d.IESO pays down debt on Dec 20th
DR Loan to OFA – principal only
DR Regulatory Asset – interest only
CR Cash

IESO paying for OPG Trust Financing Costs = $6 million (Credit Invoice)

a.IESO invoices $6 million Carrying costs on Dec 20
DR Regulatory Asset
CR A/P

b.IESO pays $6 million on Dec 20th
DR A/P
CR Cash

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

From: Natalie Schaus
Sent: December 18, 2017 8:16 AM
To: Anthony Martinello
Cc: Alefiya Jivajee; Susan Nicholson
Subject: FW: OPG Trust Invoice Journal Entries for your review

Hi Anthony, these are the entries that require review for the upcoming OPG Trust transaction(s).
Regards, Natalie

OPG Purchasing IESO Variance = $1,179,000,000.00 (Invoice)

DR. 113010 (Accounts Receivable)
CR. 610010 – 6000 (Revenue account: Market Charges – Regulatory Asset Transfer) - CT 6000 will show on invoice to OPG Trust
*Reversing Entry

DR. 610010 – 6050 (Revenue account: Market Charges – Regulatory Asset Transfer Balancing Amount) - CT 6050 for IESO invoice
CR. 113010 (Accounts Receivable)
*Reversing Entry

Payment from OPG Trust re: Purchase to reduce variance

DR. 111090 (Cash)
CR. 215010 (RPP/OFHP Variance Account)

IESO Treasury pays off Debt

DR. 211010 (Debt)
CR. 111090 (Cash)

IESO paying for OPG Trust Financing Costs = $6 million (Credit Invoice)

DR. 610010 – 1144 (Revenue Account: Market Charges – OFHP Financing Charges) → CT 1144 will show on invoice to OPG Trust
CR. 113010 (Accounts Receivable)
**Reversing Entry*

DR. 113010 (Accounts Receivable)
CR. 610010 – 1194 (Revenue Account: Market Charges - Regulatory Asset Transfer Balancing Amount) → CT 1194 for IESO invoice
**Reversing Entry*

Payment to OPG Trust for Financing Costs

DR. 215010 (RPP/OFHP Variance Account)
CR. 111090 (Cash)

IESO Treasury incurs debt to pay off $6M (this entry may not be required as Anthony advised he will not be using debt to pay this debt)

DR. 111090 (Cash)
CR. 211010 (Debt)