Independent Electricity System Operator

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Memorandum

To: THE BOARD OF DIRECTORS
of the Independent Electricity System Operator

From: Anthony Martinello, Director Treasury and Pension Operations.

Date: February 27, 2018

Re: Treasury Update

[redacted]

Fair Hydro:
On December 21, 2017, the IESO successfully transferred $1.179 billion of fair hydro receivables to the Fair Hydro Trust, and paid down the corresponding fair hydro OFA debt. As at December 31 2017, the IESO had less than $1 million in debt related to the fair hydro program.

On February 8, 2018, the IESO offered to transfer $332 million to the Fair Hydro Trust for activity during the months of December and January.

[redacted]

Debt:
As at December 31, 2017 the IESO had the following outstanding debt:

- $1 million regarding the fair hydro program (variable interest rate at Province of Ontario's cost of borrowing plus 0.25 percent per annum);

[redacted]

Anthony Martinello
Director, Treasury and Pension Operations