Message

From: George Pessione [/O=IMO/OU=EXCHANGE ADMINISTRATIVE GROUP (FYDIBOHF23SPDLT)/CN=RECIPIENTS/CN=GEORGE PESSIONE22E]
Sent: 2017-03-27 10:17:17 AM
To: Joyce Poon [/o=IMO/ou=External (FYDIBOHF25SPDLT)/cn=Recipients/cn=a33671ba35bf4c68af8390300630dd76]
Subject: Fw: Potential Mechanism and Operation of the GA Financing Program for the Ontario Fair Hydro Plan.docx
Attachments: Potential Mechanism and Operation of the GA Financing Program for the Ontario Fair Hydro Plan.docx

Joyce Looking at your calcs on slide 5 you used goal seek but below is an alternate way. Using your numbers I just calculated what the 25% translated in $ ($41.09), subtracted the RRRP+OESP ($2), and 8% of the original gross bill less the $2 reduction($11.47) to back out the financing requirement of $27.61.
It all comes down to whether the financing is before or after taxes and results in a move from more tax paying for this in your method or more financing pays as in this alternate.
it will depend on objectives as to which is "best"...
We can discuss alternate ways in the meeting

Original Bill Before Tax	$145.43
HST	$18.91
Original Bill	$164.34
Target Total % reduction	25%
Target Bill	$123.26
Target Total $ reduction	$41.09
Less RRRP & OESP to Gov't	$2
Less 8% (of original gross bill less $2) Rebate	$11.47
Net Rate Finance Requirement	$27.61
NEW BILL	
Original Bill	$145.43
Less RRRP & OESP to Gov't ($2)	$2
New Net Bill	$143.43
Less 8% PST rebate	$11.47
Less Rate Reduction Financing	$27.61
Plus HST	$18.91
New Net Bill	$123.25

From: Joyce Poon
Sent: March 24, 2017 4:20 PM
To: George Pessione
Subject: Potential Mechanism and Operation of the GA Financing Program for the Ontario Fair Hydro Plan.docx