

Message

From: Michael Boll [/O=EXCHANGELABS/OU=EXCHANGE ADMINISTRATIVE GROUP (FYDIBOHF23SPDLT)/CN=RECIPIENTS/CN=4811917E15054407B665FE16D12FF415-MICHAEL BOL]
Sent: 2017-07-26 4:04:26 PM
To: Kim Marshall [/o=ExchangeLabs/ou=Exchange Administrative Group (FYDIBOHF23SPDLT)/cn=Recipients/cn=b63a22b42bf14587870d93119a054d88-Kim Marshal]
CC: Anthony Martinello [/o=ExchangeLabs/ou=Exchange Administrative Group (FYDIBOHF23SPDLT)/cn=Recipients/cn=3fb7d76317b34780b15d96309b995c31-Anthony Mar]; Georgia Ritchie-Wust [/o=ExchangeLabs/ou=Exchange Administrative Group (FYDIBOHF23SPDLT)/cn=Recipients/cn=58abb932312542a29332c900b586e02e-Georgia Rit]
Subject: RE: EXTERNAL – RE: Fair Hydro- Financing Entity costs during moratorium

Kim, are you going to be here at Adelaide, or calling in?

From: Kim Marshall
Sent: July 26, 2017 2:32 PM
To: Michael Boll
Cc: Anthony Martinello; Georgia Ritchie-Wust
Subject: Re: EXTERNAL – RE: Fair Hydro- Financing Entity costs during moratorium

Probably a good idea. 4:15 or 4:30? Georgia can you pls set up, thx

Sent from my iPad

On Jul 26, 2017, at 2:29 PM, Michael Boll <Michael.Boll@ieso.ca> wrote:

No, that's fine. I can have the initial discussion and then we can pick it up later. Should we try to debrief later today before tomorrow's meeting?

From: Kim Marshall
Sent: July 26, 2017 2:29 PM
To: Michael Boll
Cc: Anthony Martinello
Subject: Re: EXTERNAL – RE: Fair Hydro- Financing Entity costs during moratorium

I have steen at 3:30? I can push him lout if you think I should be on?

Sent from my iPad

On Jul 26, 2017, at 2:22 PM, Michael Boll <Michael.Boll@ieso.ca> wrote:

FYI – I'm going to speak to them at 3:30. I don't think it is necessary, but if you would like to be on the call as well, we can arrange a conference facility. Please let me know.

The part of the requirement that I find confusing is that OPG's accountants are now saying that consumers need to have an obligation to pay. This was never part of the original proposal of having the IESO be contractually obligated to pay the Financing Entity these costs.

From: WONG Leslie -LAWDIV [<mailto:leslie.wong@opg.com>]
Sent: July 26, 2017 1:55 PM
To: Michael Boll

Cc: LEE John -TREASURY

Subject: RE: EXTERNAL – RE: Fair Hydro- Financing Entity costs during moratorium

Michael – For now, it would just be John Lee and myself, but we could ask our accounting folks to join if you'd like. We suggest 3:30 and we could call you. Would that work?

Regards,

Les

Leslie Wong

Senior Counsel

Ontario Power Generation Inc.

700 University Avenue, H18 G27, Toronto, ON M5G 1X6

T: (416) 592-3110 | E: leslie.wong@opg.com

From: Michael Boll [<mailto:Michael.Boll@ieso.ca>]

Sent: Wednesday, July 26, 2017 1:33 PM

To: WONG Leslie -LAWDIV

Subject: EXTERNAL – RE: Fair Hydro- Financing Entity costs during moratorium

*** Exercise caution. This is an EXTERNAL email. DO NOT open attachments or click links from unknown senders or unexpected email. ***

Hi Les,

I can be free anytime from 2:30 to 5 today if you wanted to discuss. Would you propose to have anyone else on the call or just you and I for the moment?

Regards,

Michael

From: WONG Leslie -LAWDIV [<mailto:leslie.wong@opg.com>]

Sent: July 26, 2017 11:34 AM

To: Michael Boll

Cc: LEE John -TREASURY; JORDA Jenny -FIN & C CTRL; LAURETA LAPIRA May -FIN & C CTRL; RYFA Ken -TREASURY

Subject: Fair Hydro- Financing Entity costs during moratorium

Michael,

OPG has discussed the attached framework with E&Y and there is an element that is missing (or doesn't work) from the financing entity's accounting perspective. My understanding is that, for the accounting to work for the Trust, the ratepayers have to have an obligation to pay, and the Trust has to have a right to collect from ratepayers, the interest/carrying costs during the moratorium period. So rather than the IESO having the obligation to pay those costs (and then passing them through to ratepayers through the GA), the ratepayers have a direct obligation to pay those costs (through the

GA) and the IESO has an obligation to collect those costs for the Trust from ratepayers (through the GA).

Could that be made to work under the GA framework?

Would you be available for a call (perhaps later this afternoon) to discuss? We weren't sure how far this proposal has proceeded with the Province, but wanted to identify that without the element of ratepayer obligation to pay, it wouldn't work from the Trust's accounting perspective.

Regards,

Les

Leslie Wong
Senior Counsel
Ontario Power Generation Inc.
700 University Avenue, H18 G27, Toronto, ON M5G 1X6
T: (416) 592-3110 | E: leslie.wong@opg.com

From: Kim Marshall [<mailto:Kim.Marshall@ieso.ca>]
Sent: Thursday, July 20, 2017 8:34 AM
To: JORDA Jenny -FIN & C CTRL; MAUTI John -FIN & C CTRL
Cc: Michael Boll; WONG Leslie -LAWDIV
Subject: EXTERNAL – FW: Fair Hydro- Financing Entity costs

*** Exercise caution. This is an EXTERNAL email. DO NOT open attachments or click links from unknown senders or unexpected email. ***

Jenny and John, the attached outlines a suggestion re the handling of interest during the moratorium period which we would like to discuss. Happy if E&Y participates or OPG-IESO talks first. Can we pls set something up for next week? thanks

Kimberly Marshall | VP, Corporate Services & CFO
Independent Electricity System Operator (IESO) | T: (416) 969-6232 | C: (416) 545-7202
120 Adelaide Street West, Suite 1600, Toronto, ON M5H 1T1
Web: www.ieso.ca | Twitter: [IESO_Tweets](https://twitter.com/IESO_Tweets) | LinkedIn: [IESO](https://www.linkedin.com/company/ieso)

Corporate Services collaborates with you to deliver solutions and expertise that enable the IESO to achieve its goals.

Conservation: www.saveONenergy.ca | Twitter: [saveONenergyOnt](https://twitter.com/saveONenergyOnt) | LinkedIn: [saveONenergy](https://www.linkedin.com/company/saveONenergy)

From: Michael Boll
Sent: July 10, 2017 9:09 AM
To: Susan Nicholson; Kim Marshall; Picard, Michel
Cc: Glenn Zacher (GZacher@stikeman.com); Peter Hamilton; Jeannette Briggs; Anthony Martinello
Subject: Fair Hydro- Financing Entity costs

Privileged and Confidential

At the meeting at E&Y on June 28, the prospect of the IESO funding the Financing Entity's costs in the early years through a regulatory mechanism, as opposed to contract, was raised. Attached is a rough outline of what such a regulatory mechanism may look like. Before discussing this with the Ministry, we would like to understand how this regulatory funding mechanism would be treated from an IESO accounting perspective.

Regards,
Michael

Michael Boll | Associate General Counsel

Independent Electricity System Operator (IESO) | T: (416) 969-6023
120 Adelaide Street West, Suite 1600, Toronto, ON, M5H 1T1

This email message and any files transmitted with it are intended only for the named recipient(s) above and may contain information that is privileged, confidential and/or exempt from disclosure under applicable law. If you are not the intended recipient(s), any dissemination, distribution or copying of this e-mail message or any files transmitted with it is strictly prohibited. If you have received this message in error, or are not the named recipient(s), please notify the sender immediately and delete this e-mail message.

This e-mail message and any files transmitted with it are intended only for the named recipient(s) above and may contain information that is privileged, confidential and/or exempt from disclosure under applicable law. If you are not the intended recipient(s), any dissemination, distribution or copying of this e-mail message or any files transmitted with it is strictly prohibited. If you have received this message in error, or are not the named recipient(s), please notify the sender immediately and delete this e-mail message.

THIS MESSAGE IS ONLY INTENDED FOR THE USE OF THE INTENDED RECIPIENT(S) AND MAY CONTAIN INFORMATION THAT IS PRIVILEGED, PROPRIETARY AND/OR CONFIDENTIAL. If you are not the intended recipient, you are hereby notified that any review, retransmission, dissemination, distribution, copying, conversion to hard copy or other use of this communication is strictly prohibited. If you are not the intended recipient and have received this message in error, please notify me by return e-mail and delete this message from your system. Ontario Power Generation Inc.

THIS MESSAGE IS ONLY INTENDED FOR THE USE OF THE INTENDED RECIPIENT(S) AND MAY CONTAIN INFORMATION THAT IS PRIVILEGED, PROPRIETARY AND/OR CONFIDENTIAL. If you are not the intended recipient, you are hereby notified that any review, retransmission, dissemination, distribution, copying, conversion to hard copy or other use of this communication is strictly prohibited. If you are not the intended recipient and have received this message in error, please notify me

by return e-mail and delete this message from your system. Ontario Power Generation Inc.