

Message

From: Susan Nicholson [/O=EXCHANGELABS/OU=EXCHANGE ADMINISTRATIVE GROUP (FYDIBOHF23SPDLT)/CN=RECIPIENTS/CN=F668E601BD2B4865A5C31DCA531047C8-SUSAN NICHOLSON]
Sent: 2017-07-06 10:13:12 AM
To: Jeannette Briggs [/o=ExchangeLabs/ou=Exchange Administrative Group (FYDIBOHF23SPDLT)/cn=Recipients/cn=148095610f7242f48a5a9da24b1a8a87-Jeannette B]
Subject: RE: Discussion on IESO/OPG accounting impacts

Sure, happy to discuss when you have a second.

From: Jeannette Briggs
Sent: July 06, 2017 10:10 AM
To: Susan Nicholson
Subject: FW: Discussion on IESO/OPG accounting impacts
Importance: High

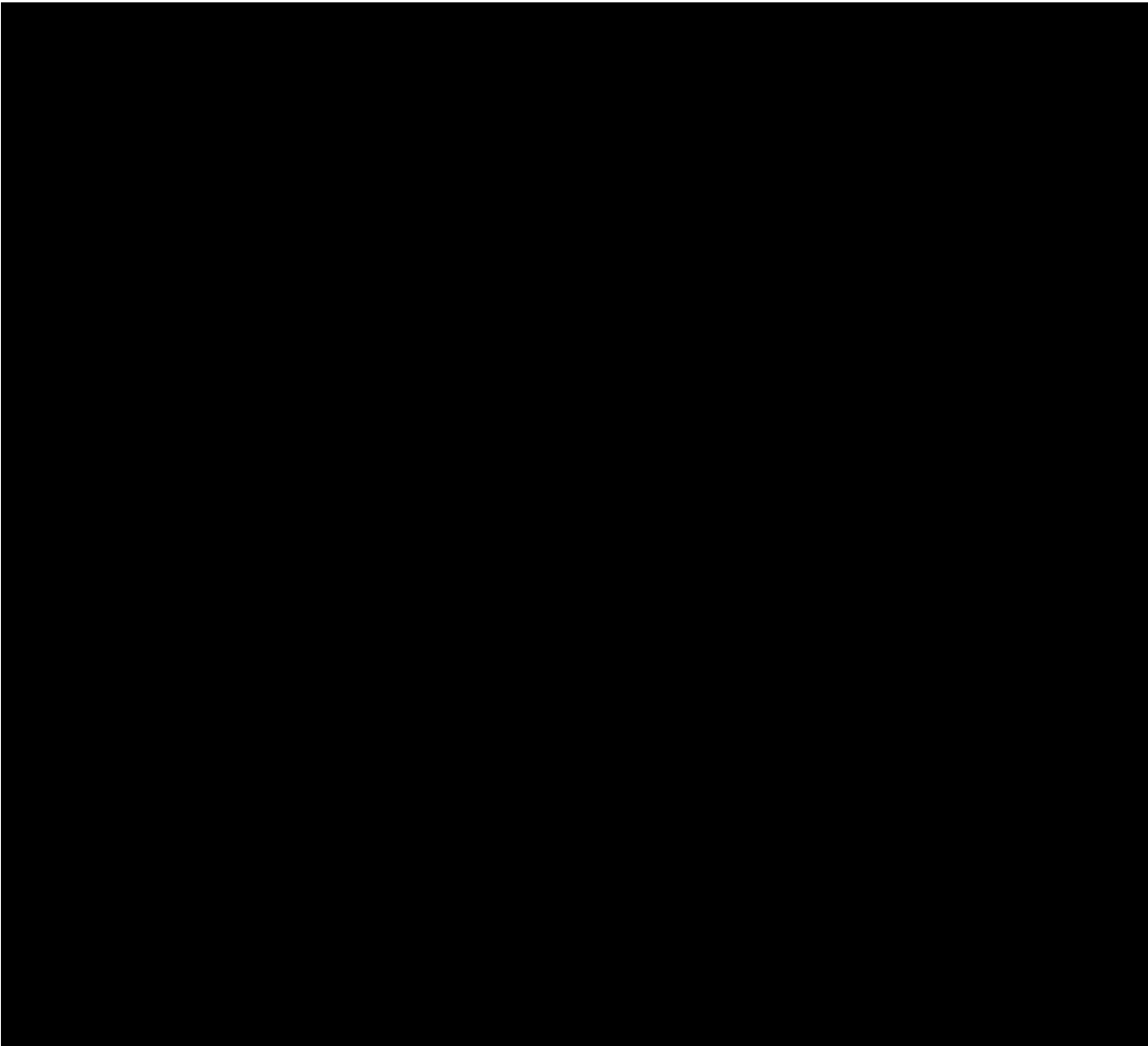
Do you have a better understanding of the KPMG interest value to be "booked" as an asset/liability? See below my concerns and draft solution if we need to ensure rate payers connection to the interest. I am struggling to understand what is missing from the deferred amount (principle plus all costs related to financing including interest paid by Trust to investor during the moratorium) that will be reflected in the variance account transfer to the regulated asset and again transferred to the Trust. What is it we need to recognize in your opinion?

Regards,

Jeannette Briggs Director, Settlements - Corporate Services
Independent Electricity System Operator (IESO) | T: 905-855-6364 | C: 416-997-6364
Station A, Box 4474, Toronto, ON, M5W 4E5
Web: www.ieso.ca | Twitter: [IESO_Tweets](https://twitter.com/IESO_Tweets) | LinkedIn: [IESO](https://www.linkedin.com/company/ieso)
Conservation: www.saveONenergy.ca | Twitter: [saveONenergyOnt](https://twitter.com/saveONenergyOnt) | LinkedIn: [saveONenergy](https://www.linkedin.com/company/saveONenergy)

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

From: Jeannette Briggs
Sent: July 06, 2017 8:26 AM
To: Anthony Martinello; Michael Boll
Subject: RE: Discussion on IESO/OPG accounting impacts
Importance: High



Regards,

Jeannette Briggs Director, Settlements - Corporate Services

Independent Electricity System Operator (IESO) | T: 905-855-6364 | C: 416-997-6364

Station A, Box 4474, Toronto, ON, M5W 4E5

Web: www.ieso.ca | Twitter: [IESO Tweets](#) | LinkedIn: [IESO](#)

Conservation: www.saveONenergy.ca | Twitter: [saveONenergyOnt](#) | LinkedIn: [saveONenergy](#)

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

From: Anthony Martinello

Sent: July 05, 2017 12:50 PM

To: Jeannette Briggs

Subject: FW: Discussion on IESO/OPG accounting impacts

fyi

From: Peter Hamilton [<mailto:PHamilton@stikeman.com>]

Sent: July 05, 2017 11:54 AM

To: Michael Boll; Kim Marshall; Anthony Martinello; Susan Nicholson; Glenn Zacher; 'Picard, Michel'; Kelly, Gale M

Subject: RE: Discussion on IESO/OPG accounting impacts

Peter Hamilton

Tel : (416) 869-5564

phamilton@stikeman.com

STIKEMAN ELLIOTT LLP Barristers & Solicitors

5300 Commerce Court West, 199 Bay Street, Toronto, ON, Canada M5L 1B9

www.stikeman.com

TORONTO MONTREAL OTTAWA CALGARY VANCOUVER NEW YORK LONDON SYDNEY

This e-mail is confidential and may contain privileged information. If you are not an intended recipient, please delete this e-mail and notify us immediately. Any unauthorized use or disclosure is prohibited.

From: JORDA Jenny -FIN & C CTRL [<mailto:jenny.jorda@opg.com>]

Sent: Wednesday, June 28, 2017 5:58 PM

To: 'Michael Boll'; 'Kim Marshall'; 'Anthony Martinello'; 'Susan Nicholson'; 'Tracy Brennan'; Laney Doyle; 'Brittany Keenan'; WONG Leslie -LAWDIV; MAUTI John -FIN & C CTRL; Peter Hamilton; Glenn Zacher; VISWANATHAN Suneethi -FIN & C CTRL; 'Picard, Michel'; GO Matthew -TREASURY; PRESTON Stuart -TREASURY; 'Veinot, Cindy (TBS)'; Calwell, Carolyn (ENERGY/MEDEI/MRI)

Cc: Kelly, Gale M; JACKSON, ADAM; Christie, Tim (ENERGY)

Subject: RE: Discussion on IESO/OPG accounting impacts

Hi All – see below for action items from today's meeting. Please let me know if I missed anything.

Item	Action Item	Responsibility
------	-------------	----------------

Assumptions:

Four year moratorium exists where ratepayers will not pay interest during the first 4 years

IESO will be contractually obligated to pay the Trust interest expense/fees/other during the first 4 years

- | | | |
|---|--|------------------|
| 1 | IESO to complete consolidation analysis of Trust including determining whether the IESO being required to backstop any non purchases of deferrals by the Trust (i.e. failure to roll paper) would impact consolidation | IESO/KPMG |
| 2 | IESO to determine whether current wording in the Regulations allows for the recording of an asset to fully offset the financial liability (which will consist of the present value of 4 years of interest) | IESO/KPMG |
| 3 | IESO to confirm whether full amount of regulatory asset can be de-recognized upon sale to the Trust considering there are still obligations ongoing to pay Trust interest/fees, etc. | IESO/KPMG |
| 4 | OPG to assess impacts of not being able to record interest revenue to offset interest expense | OPG/EY |
| 5 | Determine whether there are possibilities of having the ratepayers pay the 'interest' component through a possible redefinition of 'clean energy adjustment' or include as part of 'global adjustment' or liaise with Bill Presentment Committee on alternatives | Province Counsel |

-----Original Appointment-----

From: JORDA Jenny -FIN & C CTRL

Sent: Wednesday, June 21, 2017 4:04 PM

To: JORDA Jenny -FIN & C CTRL; 'Michael Boll'; 'Kim Marshall'; 'Anthony Martinello'; 'Susan Nicholson'; 'Tracy Brennan'; Laney Doyle; 'Brittany Keenan'; WONG Leslie -LAWDIV; MAUTI John -FIN & C CTRL; 'phamilton@stikeman.com'; 'gzacher@stikeman.com'; VISWANATHAN Suneethi -FIN & C CTRL; 'Picard, Michel'; GO Matthew -TREASURY; PRESTON Stuart -TREASURY; 'Veinot, Cindy (TBS)'; Calwell, Carolyn (ENERGY/MEDEI/MRI)

Cc: Kelly, Gale M; JACKSON, ADAM; Christie, Tim (ENERGY)

Subject: Discussion on IESO/OPG accounting impacts

When: Wednesday, June 28, 2017 2:00 PM-3:00 PM (UTC-05:00) Eastern Time (US & Canada).

Where: EY Tower - 100 Adelaide Street West - Meet 31st floor reception/Dial-in details: [REDACTED] PIN: [REDACTED]

EY Tower - 100 Adelaide Street West - Meet 31st floor reception/Dial-in details: [REDACTED] PIN: [REDACTED]

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.