Fair Hydro Plan Financing Program

Servicing Review

November 14, 2017

ieso
Independent Electricity System Operator

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IESO's Role in the Fair Hydro Program – Creation of the Regulatory Asset

Section 4

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Creation of the Regulatory Asset

- When is the asset created?
- Describe the monthly process for determining the shortfall resulting from the rate reduction, and the procedures involved in recording and reconciling that shortfall in the variance account
- What additional costs does the IESO have the right to recover, and therefore include in the balance of the variance account? Please describe the process for quantifying these costs and recording them in the variance account

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Creation of the Regulatory Asset

- Please outline the steps involved in the monthly sale of the regulatory asset to the financing entity
- Will there be a set monthly schedule for the transfer to the IESO of CEA amounts collected by the LDCs, similar to the monthly invoicing and payments under the market rules?
- How will the IESO register title to the Regulatory Asset? **[IESO will need to clarify if this is required or not]**

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