

Message

From: Joyce Poon [/O=EXCHANGELABS/OU=EXCHANGE ADMINISTRATIVE GROUP (FYDIBOHF23SPDLT)/CN=RECIPIENTS/CN=3093C75378834FD195C6A07D2C0ADED1-JOYCE POON]
Sent: 2017-05-16 1:00:20 PM
To: Nicole Fan [nicole.fan@alecrautilities.com]
CC: Christie, Tim (ENERGY) [Tim.Christie@ontario.ca]; George Pessione [/o=ExchangeLabs/ou=Exchange Administrative Group (FYDIBOHF23SPDLT)/cn=Recipients/cn=fe1264f59cb3428a90a73766e96ea517-George Pess]
Subject: RE: IESO Contacts

Hi Nicole,

Upon review of your requests, I think it is best the government to address your questions as it is their information that you are referring to. The IESO provided a raw data forecast to 2035, which the government used to develop the Ontario Fair Hydro Plan policy and the dollar implications as noted below.

That analysis is in effect not the production of the IESO, so it is best you contact at the MOE to see if you can obtain further information. I have cc: Tim Christie to your request below.

In addition, the 2017 LTEP is a product of the governments not the IESO's so they will also be in a better position to address that question as well.

Cheers,

Joyce Poon | Senior Planner

Independent Electricity System Operator (IESO) | T: (416) 969-6024 | C: (416) 294-4942 | E: joyce.poon@IESO.ca
1600 - 120 Adelaide Street West, Toronto, Ontario, M5H 1T1

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

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

From: Nicole Fan [mailto:nicole.fan@alecrautilities.com]

Sent: May 16, 2017 12:12 PM

To: Joyce Poon

Cc: Geri Yin

Subject: FW: IESO Contacts

Hi Joyce,

I would like to follow up with you on those questions below in related to the commodity forecast.

Would you please advise when the information will become available to share?

Your prompt reply will be greatly appreciated.

Thank you,

Nicole

From: Nicole Fan

Sent: May-01-17 4:24 PM

To: 'Joyce Poon'

Cc: Geri Yin
Subject: RE: IESO Contacts

Hi Joyce,

Thank you for your prompt reply.

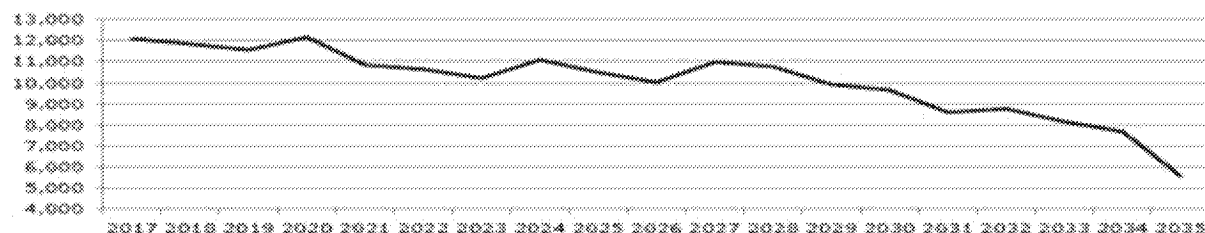
Here are my questions:

- Would you be able to share the data support the graph on slide 10? We will need the data to update the long-term Cost of Power forecast of legacy PowerStream. Also, we are getting questions from potential ICI customers relating to the GA forecast underpin the Ontario Fair Energy Plan. We are trying to analyze the data and help the customers with their opt-in and opt-out decision of the next adjustment period.

Refinancing the Global Adjustment

- Refinancing the Global Adjustment (GA) would provide significant and immediate rate relief by spreading the cost of electricity investments over a longer period of time.
 - 25% reduction on average for the typical residential customer and rates would follow inflation for the next 4 years.
- Under current forecasts, the immediate reduction (i.e., the financed portion) in the GA would be about \$2.5 billion per year on average over the first ten years, with a maximum annual interest cost of \$1.4 billion.
- This measure would share the associated costs more fairly. The chart below shows how Global Adjustment (GA) cost is front-end loaded and forecast to decline over time.

Forecast Global Adjustment Cost (nominal \$ million)



Source: IESO

- Can you elaborate more about the second bullet point on the slide “ the immediate reduction in the GA would be about \$2.5 billion per you on average over the first them years, with a maximum annual interest cost of \$1.4 billion”. Is the \$2.5billion GA reduction somehow being reflected in the graph?
- Will you be able to provide the market price (HOEP) forecast for the same period (2017-2035)?
- When the next LTEP will be published?

Thank you,

Nicole Fan, CPA, CMA, MBA
Rates Analyst, Rates & Regulatory Affairs
Alectra Utilities
161 Cityview Blvd.
Vaughan, ON L4H 0A9
Tel: 905-532-4007 | Email: nicole.fan@alectrautilities.com

From: Joyce Poon [<mailto:Joyce.Poon@ieso.ca>]
Sent: May-01-17 3:23 PM
To: Nicole Fan
Subject: FW: IESO Contacts

Hi Nicole,

I am the person that provided the GA forecast to the government on slide 11 so if you have any question concern this please direct them to me.

I am sort of swamped currently so could you just email me your question and I will respond when I'm able.

Thanks,

Joyce Poon | Senior Planner

Independent Electricity System Operator (IESO) | T: (416) 969-6024 | C: (416) 294-4942 | E: joyce.poon@ieso.ca
1600 - 120 Adelaide Street West, Toronto, Ontario, M5H 1T1
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)

From: Andrew Trachsell
Sent: May 01, 2017 3:03 PM
To: Joyce Poon
Subject: FW: IESO Contacts

Joyce,

Can you follow up with Nicole? I believe that you would be the source of this information and could answer her questions. If not, please advise. Thanks.

Andrew Trachsell | Senior Forecaster

Planning, Legal, Indigenous Relations and Regulatory Affairs

Independent Electricity System Operator (IESO) | T: (416) 969-6351
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)

From: Nicole Fan [<mailto:nicole.fan@alectrautilities.com>]
Sent: May 01, 2017 2:47 PM
To: Andrew Trachsell

Cc: Geri Yin
Subject: IESO Contacts

Hi Andrew,

It was so nice to see you again at the Itron's forecast meeting last week. The meeting was great; the topics have been expanded so much including regulations, pricing, economics and new technologies. I hope you enjoyed it as well.

As I mentioned, would you please direct me to the person within the IESO who does the electricity price forecast?

The OEB made an announcement approximately a week about the price dropping for residential and small business starting May 1st.
<https://www.oeb.ca/newsroom/2017/electricity-prices-dropping-households-and-small-businesses-effective-may-1>

In the announcement, there is a letter from Ministry of Energy dated April 10. A technical briefing has been attached to the letter. On page 10 of the technical briefing (see attached), a graph shows the forecast global adjustment cost from 2017-2035. I have some questions about this graph I would like to ask.

Would you please also connect me with Conrad Fox, I would like ask him some questions about storage.

Thank you,

Nicole Fan, CPA, CMA, MBA
Rates Analyst, Rates & Regulatory Affairs
Alectra Utilities
161 Cityview Blvd.
Vaughan, ON L4H 0A9
Tel: 905-532-4007 | Email: nicole.fan@alectrautilities.com



Confidentiality Warning: This message and any attachments are intended only for the use of the intended recipient(s), and may be confidential and/or privileged. If you are not the intended recipient, you are hereby notified that any review, retransmission, conversion to hard copy, copying, circulation or other use of this message and any attachments is strictly prohibited. If you are not the intended recipient, please notify the sender immediately by return e-mail, and delete this message and any attachments from your system. Thank you.

This message has been sent to you by Alectra Inc. or one of its subsidiaries, 2185 Derry Road West, Mississauga, Ontario L5N 7A6. If you do not wish to receive further electronic messages from us, click [here](#) to unsubscribe.

Note: If you unsubscribe, we may, in limited circumstances, continue to provide you with communications such as safety or power outage information, under the implied consent provisions of Canada's Anti-Spam Legislation (CASL).

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.