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**Sent:** 2017-07-31 10:33:39 AM  
**To:** Robert Doyle [/o=ExchangeLabs/ou=Exchange Administrative Group (FYDIBOHF23SPDLT)/cn=Recipients/cn=4c746e01932f46b4b8d7df97a9c4f3d1-Robert Doyl]  
**CC:** Sandy Rivard [/o=ExchangeLabs/ou=Exchange Administrative Group (FYDIBOHF23SPDLT)/cn=Recipients/cn=a065c117a6fd48a79a3fe19898326b54-Sandy Rivar]  
**Subject:** FW: FHP

Hi Rob,

Welcome back! Hope you had a nice vacation.

Sandy and I have been working with Settlements to further refine the wording around the FHP, including explaining the IESO's role in administering the fund and reporting the monthly deferred amount. Jeannette has approved the following, what are your thoughts?

### Reporting the monthly Variance Amount Under Ontario's Fair Hydro Plan:

<http://www.ieso.ca/en/power-data/price-overview/global-adjustment>

The following table presents the monthly deferred GA amounts, under Ontario's Fair Hydro Plan.

*Table title:* Variance Account Under Ontario's Fair Hydro Plan (in millions of dollars)

| July | Aug | Sept | Oct | Nov | Dec | Jan | Feb | Mar | Apr |
|------|-----|------|-----|-----|-----|-----|-----|-----|-----|
| XX   |     |      |     |     |     |     |     |     |     |

### Describing the IESO's role in administering the variance account:

<http://www.ieso.ca/en/sector-participants/settlements/settlement-process> (Add paragraph before Related Tools section)

#### **Administering the Variance Account Under Ontario's Fair Hydro Plan**

In accordance with the Fair Hydro Plan, the IESO will continue to invoice affected customers – but not collect – the full amount of Global Adjustment (GA) every month. The deferred portion of the GA not paid by these customers under the Fair Hydro Plan will be recorded in a variance account, constituting a regulatory asset. This regulatory asset may from time to time be transferred to a financing entity. The Ontario Energy Board will determine the rates, at later date, for recovery of the Fair Hydro Plan amounts through the Clean Energy Adjustment.

The IESO reports the monthly amount of deferred GA here (<http://www.ieso.ca/en/power-data/price-overview/global-adjustment>).

Thanks Sandy,  
Kate

**Kate Longmoore** | T: (416) 506-2805 | C: (905) 510-4769

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**From:** Jeannette Briggs  
**Sent:** July 31, 2017 9:57 AM  
**To:** Kate Longmoore  
**Cc:** Sandy Rivard; Michael Boll; Anthony Martinello  
**Subject:** RE: FHP

See below my edits. We do not plan on calling this a GA variance account. Rather it is a variance account resulting from Ontario's Fair Hydro Plan.

While the CEA will recover the deferred amount **and the financing costs**, it will not be an IESO directed recovery but rather a function of the financing entity in conjunction with OEB rate setting. The IESO's role is really quite peripheral, acting as an agent to investment interest owners (pass through) and therefore we could be silent on it on our webpages for the time being – it is likely four year away and not just the GA deferral but something bigger so does not correspond with the table amounts. Alternatively, for complete transparency, we might write “ The Ontario Energy Board will determine the rates, at later date, for recovery of the Fair Hydro Plan amounts through the Clean Energy Adjustment.”

*Regards,*

*Jeannette Briggs* Director, Settlements - Corporate Services

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

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**From:** Kate Longmoore  
**Sent:** July 25, 2017 3:24 PM  
**To:** Jeannette Briggs  
**Cc:** Sandy Rivard  
**Subject:** FHP

Hi Jeannette,

In an effort to describe the IESO's role on the FHP and report the monthly deferred amount, we're recommending the following additions to the website. We'd like to know your thoughts

### Reporting the monthly ~~GA~~-Variance Amount Under Ontario's Fair Hydro Plan:

<http://www.ieso.ca/en/power-data/price-overview/global-adjustment>

The following table presents the monthly deferred GA amounts, under the Ontario's Fair Hydro Plan.

~~Table title: Global Adjustment~~ **Table title: Global Adjustment Variance Account Under Ontario's Fair Hydro Plan (in millions of dollars)**

| July | Aug | Sept | Oct | Nov | Dec | Jan | Feb | Mar | Apr |
|------|-----|------|-----|-----|-----|-----|-----|-----|-----|
| XX   |     |      |     |     |     |     |     |     |     |

### Describing the IESO's role in administering the variance account:

<http://www.ieso.ca/en/sector-participants/settlements/settlement-process> (Add paragraph before Related Tools section)

### **Administering the ~~Global Adjustment~~ Variance Account Under Ontario's Fair Hydro Plan**

In accordance with the Fair Hydro Plan, the IESO will continue to invoice affected customers – but not collect – the full amount of Global Adjustment (GA) every month. The deferred portion of the GA not paid by these customers under the Fair Hydro Plan will be recorded in a variance account, constituting a regulatory asset. This regulatory asset ~~will~~ may from time to time be transferred to a financing entity ~~every month~~. ~~The deferred amount of GA will later be collected as a Clean Energy Adjustment.~~

The IESO reports the monthly amount of deferred GA here (<http://www.ieso.ca/en/power-data/price-overview/global-adjustment>).

Happy to walk you through these changes. Here at Clarkson today.

Thanks,  
Kate

**Kate Longmoore** | Communications Services Officer

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