GA Refinancing – Role of the Independent Electricity Operator (IESO)

- IESO will recognize impact of deferring certain costs that will be recovered in the future from ratepayers as a rate-regulated asset; periodically that asset, or the right to recover those costs from future ratepayers, will be sold to OPG and financed through borrowing by OPG.

- IESO will reflect the impact of the GA refinancing using rate-regulated accounting similar to other regulated entities in Ontario, including Ontario Power Generation and Hydro One:
  - Rate-regulated accounting reflects the economic substance of the government's policy decision to recover the costs of the GA refinancing fully from the ratepayers;
  - Rate-regulated accounting is well understood in the electricity sector; and
  - Add Reference to other IESOs