

To facilitate this variance account settlement procedure, the IESO reports monthly to the OEB on the accumulated balance in the IESO's RPP variance account. In addition, the IESO reports the accrued interest on the RPP variance account. The OEB converts the sum of these amounts into a per kWh variance recovery amount (referred to in Equation 2 below as V_{rs}) for final settlement by dividing the total accumulated variance by the actual total RPP consumption in the preceding 12 months. The per kWh variance amount is communicated by the OEB to the distributors to use in final settlement and is also made public on the OEB's web site. This communication and web site posting is done on or around the 15th of each month.