Message

From:	Alefiya Jivajee [/O=EXCHANGELABS/OU=EXCHANGE ADMINISTRATIVE GROUP (FYDIBOHF23SPDLT)/CN=RECIPIENTS/CN=752D18B7818E4C3092F22A37E0B298D6-ALEFIYA JIV]
Sent:	2017-12-14 9:45:53 AM
To:	Natalie Schaus [/o=ExchangeLabs/ou=Exchange Administrative Group (FYDIBOHF23SPDLT)/cn=Recipients/cn=58bb43f7d031480696ce362cf240759c-Natalie Sch]
Subject:	RE: OPG Trust Invoice Entries *REPLY

Hi Natalie,

I think you are looking at the wrong entries for the wrong scenario. I have displayed them out again below. Let me know if you agree.

Also, I was aware of the $6 million as well as it was discussed in the meeting.

1) <u>OPG Purchasing IESO Variance = $1.2 billion</u>

DR. 113010 (Accounts Receivable)
CR. 610010 – 6000 (Revenue account: Market Charges – Regulatory Asset Transfer) - CT 6000 will show on invoice to OPG Trust
*Reversing Entry

DR. 610010 – 6050 (Revenue account: Market Charges – Regulatory Asset Transfer Balancing Amount) - CT 6050 for IESO invoice
CR. 113010 (Accounts Receivable)
*Reversing Entry

<u>Payment from OPG Trust re: Purchase to reduce variance</u>

DR. 111090 (Cash)
CR. 215010 (RPP/OFHP Variance Account)

<u>IESO Treasury pays off Debt</u>

DR. 211010 (Debt)
CR. 111090 (Cash)

2) <u>IESO paying for OPG Trust Financing Costs = $6 million</u>
(opposite of entry above since we are paying instead of receiving funds)

DR. 610010 – 1144 (Revenue Account: Market Charges – OFHP Financing Charges) → CT 1144 will show on invoice to OPG Trust
CR. 113010 (Accounts Receivable)
**Reversing Entry*

DR. 113010 (Accounts Receivable)
CR. 610010 – 1194 (Revenue Account: Market Charges - Regulatory Asset Transfer Balancing Amount) → CT 1194 for IESO invoice
**Reversing Entry*

<u>Payment to OPG Trust for Financing Costs</u>

DR. 215010 (RPP/OFHP Variance Account)
CR. 111090 (Cash)

IESO Treasury takes on Debt

DR. 111090 (Cash)
CR. 211010 (Debt)

Regards,
Alefiya

From: Natalie Schaus
Sent: December 14, 2017 9:33 AM
To: Alefiya Jivajee
Subject: RE: OPG Trust Invoice Entries *REPLY

Hi Alefiya, Marina said that she already knows what the first payment amount is $6M and that you will be doing the entry for the payment, (she is doing the wire) that's why I want to lay out all the journals and get Susan's approval.

Payment to OPG Trust for Financing Costs

DR. 215010 (RPP/OFHP Variance Account) $6M
CR. 111090 (Cash) $6M

I am confused about the A/R entries below because when we invoice normally it would be a
DR A/R
CR Revenue *in this case though it would be OPG purchasing our debt so it would be the variance account instead of Revenue

The A/R would remain on our books until the payment is received. – that entry wipes out the A/R amount right away.

Can you think about this some more and lets discuss when we meet later today on HST.

Thanks,

From: Alefiya Jivajee
Sent: December 13, 2017 9:41 AM
To: Natalie Schaus
Subject: RE: OPG Trust Invoice Entries *REPLY

Hi Natalie,

Regarding my entries below I have a chance in the first two sets of entries. You made a good point about it and after thinking some more I realized I had them flipped. The ones I have changed are in pink and responses to your questions are in yellow highlight.

Also, responding to your question about financing costs below:

Payment from the IESO for Carrying Costs incurred by OPG Trust (*amount to be provided by OPG Trust)
Cr Cash

Dr Variance ?

- Natalie, that will be another completely different set of entries, since it is happening on a different day, relates to different charge types and is through physical invoicing. Entries as follows:

DR. 610010 – 1144 (Market Charges – OFHP Financing Charges) → CT 1144 will show on invoice to OPG Trust
CR. 113010 (Accounts Receivable)
**Reversing Entry*

DR. 113010 (Accounts Receivable)
CR. 610010 – 1194 (Market Charges - Regulatory Asset Transfer Balancing Amount) → CT 1194 for IESO invoice
**Reversing Entry*

Payment to OPG Trust for Financing Costs

DR. 215010 (RPP/OFHP Variance Account)
CR. 111090 (Cash)

Please let me know if you have any other questions.

Regards,
Alefiya

From: Natalie Schaus
Sent: December 12, 2017 6:12 PM
To: Alefiya Jivajee
Subject: RE: OPG Trust Invoice Entries *REPLY

Hi Alefiya, ok I have had a chance to review this tonight.
This can serve as our working document.
Can you have a look at my questions (in red?) provide a reply?
Thanks,

From: Alefiya Jivajee
Sent: December 12, 2017 5:22 PM
To: Natalie Schaus
Subject: OPG Trust Invoice Entries

Hi Natalie,

Please see below proposed entries for the Variance account:

I would need to run this entry by Susan I am just not familiar enough. *Nets to zero as we both noted*

DR. 113010 (Accounts Receivable)
CR. 610010 – 6000 (Market Charges – Regulatory Asset Transfer) - CT 6000 will show on invoice to OPG Trust
*Reversing Entry

DR. 610010 – 6050 (Market Charges - Regulatory Asset Transfer Balancing Amount) - CT 6050 for IESO invoice
CR. 113010 (Accounts Receivable)
*Reversing Entry

Payment from OPG Trust re: Purchase to reduce variance

DR. 111090 (Cash)
CR. 215010 (RPP/OFHP Variance Account)

is this entry IESO Treasury pays off Debt? Yes

DR. 211010 (Debt)
CR. 111090 (Cash)

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