Message

From: Susan Nicholson [/O=EXCHANGELABS/OU=EXCHANGE ADMINISTRATIVE GROUP (FYDIBOHF23SPDLT)/CN=RECIPIENTS/CN=F668E601BD2B4865A5C31DCA531047C8-SUSAN NICHO]
Sent: 2017-08-15 11:02:47 AM
To: Betik, Matthew [mbetik@kpmg.ca]
Subject: RE: IESO financial statement note

8:30 works for me.

From: Betik, Matthew [mailto:mbetik@kpmg.ca]
Sent: August 15, 2017 10:56 AM
To: Susan Nicholson
Subject: RE: IESO financial statement note

Hi Susan – tomorrow morning is good, so long as it is first thing. I am travelling mid-morning onward. Can I call you in the office at 8:30?

From: Susan Nicholson [mailto:susan.nicholson@ieso.ca]
Sent: Friday, August 11, 2017 12:54 PM
To: Betik, Matthew <mbetik@kpmg.ca>
Cc: Susan Nicholson <susan.nicholson@ieso.ca>
Subject: IESO financial statement note

Hi Matt – I meant to reach out to you earlier this week regarding the note for the financial statements with respect to the deferred asset from the Fair Hydro Plan. Unfortunately, I have a terrible summer cold and am really limiting my time in the office.

Perhaps, we can set up some time next Wednesday in the morning if you are available. The Audit Committee would like to see a draft (pro forma) statements for the year end presentation. I have attached a copy of the June interim statements as they are currently being presented. The account for the RPP asset in the market accounts is being renamed as "Unrecovered global adjustment expenses" as of July 1st in line with the OEB decision and order regarding the new rate under the FHP.

I don't know what all the note should contain but the Audit Committee is looking for transparency. I was thinking perhaps it should mention the total amount of the variance and the amount purchased by the financing entity to date (which would then equal the balance presented).

Something like:

The unrecovered global adjustment expenses result from the implementation of the Ontario Fair Hydro plan which reduces consumers bills by an average of 25% through .... To the end of 2017 the total amount of the reduction to consumers has been $...k, and the financing entity has purchased $...k of the regulatory asset.