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ONTARIO ENERGY BD

November 20, 2013

Ontario Energy Board (OEB)
P.O. Box 2319
2300 Yonge Street
Toronto, Ontario, Canada
M4P 1E4

Dear Ontario Energy Board Representatives,

**Ontario Power Generation Inc. (OPG)
Owned by the Ontario Government of which the
Ontario Taxpayer Owns & Finances the Ontario Government
File Number: EB-2013-0321
I TOTALLY DISAGREE WITH THE PROPOSED 30% HIKE
IN THE ENERGY RATES BY OPG**

I am appalled that Ontario Power Generation Inc. (OPG) has the audacity to make a request through the Ontario Energy Board (OEB) and advertised via our community newspaper, The Enterprise, dated Thursday, November 14, 2013, regarding a request to increase the energy rates by 30%.

I am an accounting college graduate and have been reviewing the annual and executive compensation statements for the last five (5) years and these energy rate price hikes speak of mismanagement of the Ontario public purse. Year end is December 31 and it appears the annual incentive package for executives and various staffing complements needs to be adhered to and fulfilled, once again.

The financial projections for paying back debt, upgrading, and the operation of the "nuclear generating and most of the hydroelectric generating facilities," could and should have been fulfilled. It appears incentives, bonuses, and exorbitant pension plans (millions to billions of dollars within the last five (5) years) are the priority at Ontario Power Generation Inc. (OPG).

These two issues, below, come to mind after reviewing several documents prepared for Ontario Power Generation Inc. (OPG). There are questionable financial practices with reference to contractual obligations with Hydro Quebec (HQ) and the New York Authority (NYA) and the Ontario Taxpayer subsidizing the energy sources as it is generated, transported, and utilized. Also, the application of American GAAP

Nancy Mac Donald, [REDACTED]
November 20, 2013

(International GAAP) versus Canadian GAAP on financial statements is a bit worrying. Two sets of financial statement projections are prepared annually. These two issues, mentioned above, are my determination and will require further research, based on information I have read about Ontario Power Generation Inc. (OPG).

Also, are the unrecyclable and used nuclear generating facilities rods being properly stored or are the nuclear plants and communities sitting on a future time bomb? Water will eventually find its way into those storage compartments. There are some perfectly good volcanoes (Hawaii) and open onland lava crevices (Africa) to incinerate these nuclear rods.

As a result, I do not believe the Ontario taxpayer's money is being put to good use. It is time for the Ontario Power Generation Inc. (OPG) executive committee and staffing complement to forfeit their generous incentives, bonuses, and pensions (millions to billions of dollars within the last five (5) years) and help stabilize the OPG entity without causing more harm to the economy.

Financials:

Approximate statistical analysis of \$5.36 each month (from the Ontario Public Purse) per household and per small business commencing in January 2014.

- 6,784,000 Employed Individuals in November 2013
(Ontario Fact Sheet November 2013)
Approximate Monthly Depletion of the Ontario Taxpayer's Wages
 $6,784,000 @ \$5.36 \text{ Monthly} = \$36,362,240$
 $\$36,362,240 @ 12 \text{ Months} = \$436,346,880 \text{ Annual Depletion}$
- 2,405,000 Business Establishments in December 2011
(Canadian Small Business Statistics)
Approximate Monthly Depletion of the Ontario Small Business Profits
 $2,405,000 @ \$5.36 \text{ Monthly} = \$12,890,800$
 $\$12,890,800 @ 12 \text{ Months} = \$154,689,600 \text{ Annual Depletion}$
- $\$436,346,880 \text{ Employed Individuals} + \$154,689,600 \text{ Small Businesses} = \$591,036,480 \text{ Approximate Annual Depletion to the Ontario Economy Excluding Corporations}$

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Based on these financial calculations, it appears there will be more than half a billion dollar projected depletion to the Ontario economy. I will follow the money trail in the year 2013, 2014 and future annual and executive compensation reports to see how Ontario Power Generation Inc. (OPG) is progressing financially by depleting the Ontario Public Purse.

The onus is on the Ontario Energy Board (OEB) to put a stop to this application case #EB-2013-0321, for a 30% price increase of the energy rates, by Ontario Power Generation Inc. (OPG). If you agree to this request, your organization has been and will again be partially responsible for the downturn in the Ontario economy.

It is standard economic practice; whereby, a distasteful provincial influential entity, in this case Ontario Power Generation Inc. (OPG), will cause people and industry to vacate their locations to a more hospitable province or country. By leaving Ontario, due to the higher energy costs, moving elsewhere will allow companies to earn higher profits and people can live above the poverty line.

On a side note, hopefully your office will not be biased towards the Ontario Taxpayer as was the case with NOW (Northern Ontario Wires) case #EB-2012-0153 when there was a delay in filing their application due to an excuse that they had limited staffing on hand to handle the paperwork. This indicates that another entity, NOW (Northern Ontario Wires), has mismanagement of customer fund issues.

I will be passing on my concerns to the Ontario Minister of Energy, Honourable Bob Chiarelli. Hopefully the Ontario Energy Board (OEB) will make the right decision and decline the Ontario Power Generation Inc. (OPG) case #EB-2013-0321 application.

Please contact me, in writing, to discuss any details of my request. I look forward to your response. Thank you.

Sincerely,



Nancy Mac Donald, [REDACTED]
November 20, 2013

ONTARIO ENERGY BOARD NOTICE ONTARIO POWER GENERATION INC.

Ontario Power Generation Inc. has applied to raise its payment amounts.

Learn more. Have your say.

Ontario Power Generation Inc. has applied to the Ontario Energy Board to increase the amount it charges for the output of its nuclear generating facilities and most of its hydroelectric generating facilities. If approved, this would result in an increase of about \$5.36 each month for the typical residential customer beginning on January 1, 2014. Other customers, including businesses, may be affected as well.

THE ONTARIO ENERGY BOARD IS HOLDING A PUBLIC HEARING

The Ontario Energy Board (OEB) will hold a public hearing to consider Ontario Power Generation Inc.'s (OPG) request. We will question the company on its case for a payment amount increase. We will also hear arguments from individuals and from groups that represent consumers of electricity. At the end of this hearing, the OEB will decide what, if any, increase will be allowed.

The OEB is an independent and impartial public agency. We make decisions that serve the public interest. Our goal is to promote a financially viable and efficient energy sector that provides you with reliable energy services at a reasonable cost.

BE INFORMED AND HAVE YOUR SAY

You have the right to information regarding this application and to be involved in the process. You can:

- review OPG's application on the OEB's website now.
- sign up to observe the proceeding by receiving OEB documents related to the hearing.
- file a letter with your comments, which will be considered during the hearing.
- become an active participant (called an intervenor). Apply by **December 1, 2013** or the hearing will go ahead without you and you will not receive any further notice of the proceeding.
- at the end of the process, review the OEB's decision and its reasons on our website.

LEARN MORE

These payment amounts relate to generation from OPG's nuclear facilities and most of its hydroelectric facilities. They make up part of the Electricity line - one of the five line items on your bill. Our file number for this case is EB-2013-0321. To learn more about this hearing, find instructions on how to file letters or become an intervenor, or to access any document related to this case please select the file number on the OEB website: www.ontarioenergyboard.ca/notice. You can also phone our Consumer Relations Centre at 1-877-632-2727 with any questions.

ORAL VS. WRITTEN HEARINGS

There are two types of OEB hearings - oral and written. The OEB has decided that it will proceed with an oral hearing for the major issues in this application. If you have any comments with respect to the need for an oral or a written hearing, you can write to the OEB to explain.

PRIVACY

If you write a letter of comment or sign up to observe the hearing, your name and the content of your letter or the documents you file with the OEB will be put on the public record and the OEB website. However, your personal telephone number, home address and email address will be removed. If you are a business, all your information will remain public. If you apply to become an intervenor, all information will be public.

This rate hearing will be held under section 78.1 of the Ontario Energy Board Act, 1998, S.O. 1998 c.15 (Schedule B).



Ontario Energy Board
Commission de l'énergie
de l'Ontario

Thursdays, November 14, 2013
The Enterprise

Donny MacDonald