Board Staff Interrogatory #338

Interrogatory

Reference:
Exhibit H1 / Tab 1 / Schedule 1 / Table 8
OPG 2019 Annual Report[1] / p. 1

Preamble:

OPG provided the regulated hydroelectric actual production in Table 8 at Exhibit H1 / Tab 1 / Schedule 1.

OEB staff notes that the 2018 annual actual hydroelectric production set out in OPG's 2019 Annual Report is 29.8 TWh. The 2019 annual actual hydroelectric production set out in OPG's 2019 Annual Report is 30.5 TWh

OEB staff compiled the actual hydroelectric production for 2018 and 2019 based on the application and OPG's 2019 Annual Report in the table below:

(TWh)	**2019**	**2018**	**2018 (10 months)**
2019 Annual Report	30.5	29.8	24.8[2]
Table 8	30.6		24.5
Difference	**0.1**		**-0.3**

Question(s):

a) Please explain the 2019 variance of 0.1 TWh between OPG's 2019 annual report and Table 8 at Exhibit H1 / Tab 1 / Schedule 1.
b) Please advise whether the 10-month data that OPG uses in Table 8 for 2018 is based on actuals for March 1, 2018 to December 31, 2018 or is based on a proration of the annual production for the noted 10-month period. If a proration approach is used, please explain the variance (-0.3 TWh).

Response

a) The 0.1 TWh variance is explained by the difference in treatment of production related to water transfers from New York Power Authority ("NYPA") under OPG's Water Transfer agreement with NYPA. The annual total regulated hydroelectric

[1] https://www.opg.com/reporting/financial-reports/.
[2] OEB staff prorated the annual 2018 production amount for a 10-month period.

production amounts provided in OPG's annual reports exclude these water transfers for reporting purposes. The transfers are included for purposes of Ex. H1-1-1, Table 8 as they receive the regulated payment amounts.

b) The 2018 regulated hydroelectric actual production value in Table 8 represents OPG's actual electricity generation from these facilities for the 10-month period from March 1, 2018 to December 31, 2018. It is not based on a pro-ration of the annual amount.