



BY EMAIL

February 7, 2023

Steve Zebrowski
Ontario Power Generation Inc.
700 University Avenue H19
Toronto, ON M5G 1X6
opgregaffairs@opg.com

Dear Mr. Zebrowski:

**Re: Ontario Power Generation Inc. (OPG) – 2021 Overearnings Variance
Account
Ontario Energy Board (OEB) File Number: EB-2020-0248**

On November 9, 2020 the OEB issued a [Notice of Proceeding and Accounting Order](#) which required OPG to establish a 2021 Overearnings Variance Account to record any overearnings more than 300 basis points above the OEB-approved return on equity (ROE). The Notice and Order also stipulated that, "After OPG's actual 2021 regulatory return is known in 2022, OPG shall file with the OEB the balance in the account and OPG's position on the appropriateness of the disposition of the account." It explained that "If the balance in this new variance account is zero, there will be no further regulatory review."

On July 29, 2022 OPG reported that its actual regulated ROE for 2021 was 10.79%, which was less than 300 basis points above the OEB-approved ROE of 9.05%. OPG advised that it had therefore not recorded anything in the 2021 Overearnings Variance Account. The redacted version of this report has been posted on the OEB's [website](#).

This letter is to confirm that, in accordance with the Notice and Order, there will be no further regulatory review of OPG's 2021 ROE, and this proceeding is now closed. OPG may close the 2021 Overearnings Variance Account.

Yours truly,

Nancy Marconi
Registrar

c: All parties on the distribution list for the November 9, 2020 Notice and Order