REGULATED HYDROELECTRIC PAYMENT AMOUNT

1. PURPOSE
The purpose of this evidence is to present OPG’s requested payment amount for the regulated hydroelectric facilities.

2. PAYMENT AMOUNT
OPG is seeking approval of a payment amount for the regulated hydroelectric facilities of $37.90/MWh for the average hourly net energy production (MWh) from the regulated facilities in any given month (the “hourly volume”) for each hour of that month. Production over the hourly volume will receive the market price from the IESO – administered energy market. Where production from the regulated hydroelectric facilities is less than the hourly volume, OPG’s revenues will be adjusted by the difference between the hourly volume and the actual net energy production at the market price from the IESO - administered market.

The design of the payment amounts is as proposed in Ex. I1-T1-S1. The basis for the requested payment amount is presented in Ex. K1-T2-S1 Table 1.