

## APPROVALS

In this Application, OPG is seeking the following specific approvals:

- Approval to clear the approved balances as of December 31, 2014 in the following accounts:
  - Ancillary Services Net Revenue Variance Account – Hydroelectric and Nuclear Sub-Accounts
  - Income and Other Taxes Variance Account
  - Pension and OPEB Cost Variance Account – Historic, Future and Post 2012 Additions Sub Accounts
  - Capacity Refurbishment Variance Account – Hydroelectric and Nuclear Sub-Accounts
  - Hydroelectric Water Conditions Variance Account – Previously Regulated and Newly Regulated Sub Accounts
  - Hydroelectric Incentive Mechanism Variance Account – Previously Regulated and Newly Regulated Sub Accounts
  - Hydroelectric Surplus Baseload Generation Variance Account – Previously Regulated and Newly Regulated Sub Accounts
  - Hydroelectric Deferral and Variance Over/Under Recovery Variance Account – Previously Regulated and Newly Regulated Sub Accounts
  - Nuclear Liability Deferral Account
  - Nuclear Development Variance Account
  - Bruce Lease Net Revenues Variance Account – Derivative and Non-Derivative Sub Accounts
  - Pickering Life Extension Depreciation Variance Account
  - Nuclear Deferral and Variance Over/Under Recovery Variance Account
- The approved balances for clearing are those amounts that have accrued since December 31, 2012, in respect of those accounts for which there was balance approved by the OEB for clearance in EB-2012-0002, and since December 31, 2013, in respect of those accounts for which there was a balance approved by the OEB for clearance in EB-2013-0321.

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- 2 • Approval to clear the approved balances in the above referenced accounts, except for the
- 3 post 2012 additions to the Pension and OPEB Cost Variance Account and the derivative
- 4 portion of the Bruce Lease Net Revenues Variance Account, over 18 months (July 1,
- 5 2015 through December 31, 2016).
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- 7 • Approval to clear the approved balance in the Pension and OPEB Cost Variance Account
- 8 attributable to the 2013 and 2014 Additions over 24 months (July 1, 2015 through June
- 9 30, 2017).
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- 11 • Approval to clear the Bruce Lease Net Revenues Variance Account – Derivative Sub
- 12 Account over 18 months (July 1, 2015 through December 31, 2016) using the method
- 13 which was approved in EB-2012-0002. That method requires the amount cleared each
- 14 year to be equal to the amount of the supplemental rent rebate forecast to be payable to
- 15 Bruce Power for that year by OPG and associated income tax impacts, less the
- 16 difference between amounts previously recovered in respect of this sub-account and
- 17 actual rent rebates paid to Bruce Power by OPG and associated income taxes.
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- 19 • Approval of the following payment riders effective July 1, 2015 through December 31,
- 20 2016: Regulated Hydroelectric \$3.55/MWh and Nuclear \$15.57/MWh. |