

April 17, 2009

**VIA E-MAIL**  
**ORIGINAL BY MESSENGER**

Me Véronique Dubois, secretary  
**REGIE DE L'ENERGIE**  
Tour de la Bourse  
P. O. Box. 001, 2nd Floor  
800, Victoria Square, Suite 2.55  
Montreal, Quebec  
H4Z 1A2

**Re: R-3669-2008 Phase 2 – OPG Response to Hydro-Quebec Submission**  
**Our File: 66020-003**

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Dear Me Dubois,

The Independent Electricity System Operator (IESO) and Hydro-Québec Trans-Énergie (HQT) have issued to OPG a Joint Statement on the applicability of the proposed Schedule 4 (Energy Imbalance Service - Receipt) and Schedule 5 (Energy Imbalance Service - Delivery) to Ontario Power Generation (OPG).

A copy of this Joint Statement is filed as an OPG Exhibit in the above captioned file, and is attached to this letter (the Joint Statement is dated March 27, 2009).

According to this IESO-HQT Joint Statement, the proposed Schedules 4 and 5 of the Hydro-Québec Open Access Transmission Tariff would not apply to generators located within the IESO Control Area, which includes OPG's generation facilities.

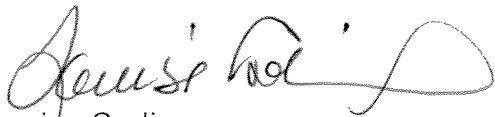
Therefore, OPG is satisfied that HQT will not apply the Schedules 4 and 5 of Hydro-Québec Open Access Transmission Tariff to the OPG operations located within the IESO control area. This satisfies the concerns raised by OPG in its submission to the Régie dated December 3, 2008.

OPG respectfully asks to the Régie to assure that during the proceeding, the IESO - HQT Joint Statement will be respected and that the Schedules 4 and 5 of the Hydro-Québec Open Access Transmission Tariff will not apply to OPG.

OPG will not be presenting any other evidence or witnesses in this proceeding, nor will it have other representations to submit than to have this Joint Statement recognized, respected and applied before the Régie.

All of which is respectfully submitted.

**LAFORTUNE CADIEUX, LLP**



Louise Cadieux  
Lawyer

LC/

ENCL.

cc: Regulatory Affairs Records, OPG



March 27, 2009

Colin Anderson  
Director, Regulatory Affairs  
Ontario Power Generation  
700 University Avenue, Toronto  
Ontario

**Re: Joint statement of the IESO and Hydro-Quebec TransÉnergie on the applicability of proposed Hydro-Québec Tariff changes to Ontario Power Generation (“OPG”)**

During an IESO/HQ TransÉnergie Interconnection Committee meeting on January 8, 2009, the proposed Hydro-Quebec Open Access Transmission Tariff (Dossier R-3669-2008 in the proceedings of the Régie de l'énergie), Schedule 4 (Energy Imbalance Service – Receipt) and Schedule 5 (Energy Imbalance Service – Delivery) were examined as to how, if the case may be, they would apply to generators located within the IESO Control Area during Segregated Mode of Operation (SMO).

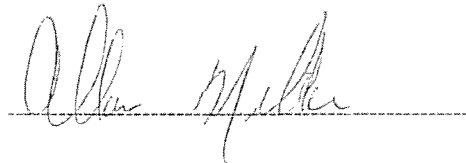
The members of the Committee concluded that:

- OPG, even in SMO, is located in IESO's Control Area and subject to IESO directions as a Balancing Authority
- IESO, as a Balancing Authority, has the same responsibilities, means and authority in Ontario Control Area that HQ TransÉnergie over generating units located within its own Québec Control Area
- IESO, as a Balancing Authority, has means comparable to HQ TransÉnergie to deal with imbalances
- Imbalances between schedules and flows that may appear when OPG is generating in SMO can be dealt with at a Balancing Authority level

Therefore, members of the Committee came to the conclusion that proposed Schedule 4 and 5 in Hydro-Quebec Open Access Transmission Tariff would not apply to generators located within the IESO Control Area such as are OPG Saunders generation facilities.

Regards,

Interconnection Committee members:

Handwritten signature of Al Miller in black ink, written over a horizontal dashed line.

Al Miller, Manager, Business Architect, IESO

Date: April 14/09

Handwritten signature of Louis-Omer Rioux in black ink, written over a horizontal dashed line.

Louis-Omer Rioux,

Director, Contrôle des mouvements  
d'énergie, Hydro-Quebec TransEnergie

Date: 27 Mars 2009