

Implementation of Ontario's Fair Hydro Plan

Week of June 26, 2017

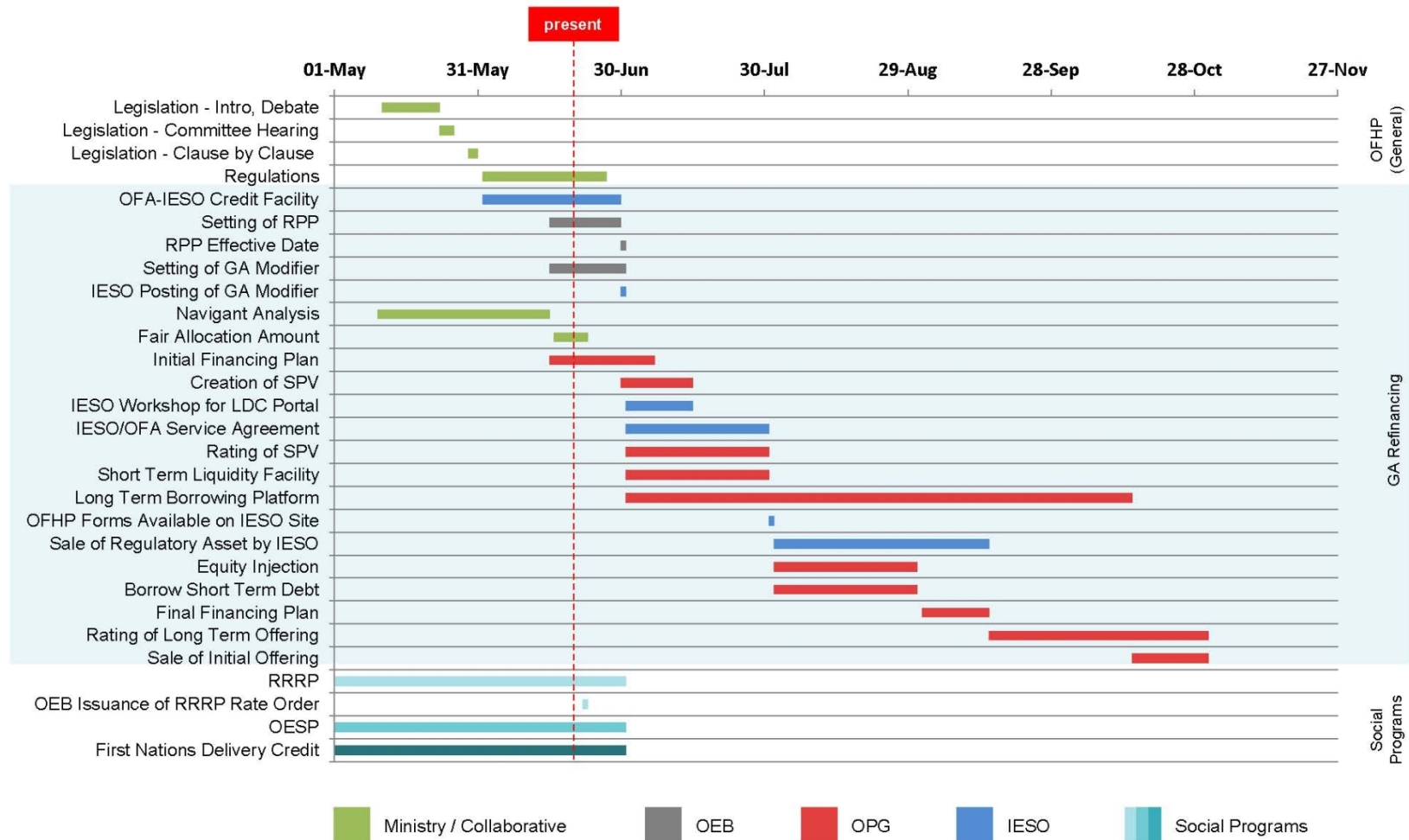
Item	Key Deliverables / Considerations	Timing / Next Steps
1) Refinancing the Global Adjustment (ESP/IGS/LSB)		
ENERGY, LSB, IESO, OPG, OEB, TBS and MOF	<u>Recent Action Items</u> - Regulation (ongoing) – Ministry continues to work with OPG, OEB, IESO and other ministries - Ongoing Business Items: - Performance / Payment Guarantees (i.e., term sheet) – OFA to send comments back to OPG by June 23 (looking to finalize by end of July) - OPG / IESO Board Indemnities; MOF to provide s. 28 approval; Ministry has provided answers on MOF's questions on the Board indemnities - Ministry to submit formal (transmittal memo) s28 submission - MOF to brief its Minister on June 28 to get s28 approval - Minister of Energy would then sign indemnities - OPG Equity Injection Process – Energy need to be comfortable with equity injection process, but OFA would coordinate on a monthly basis - Management Fees - Subordinate Debt Loan Agreement - Payment in Lieu of Taxes Exemption - Agencies (OPG/IESO/OEB) to provide weekly critical paths/detailed workplans as required: - OPG having discussions (using soft deck) with the rating agencies (DBRS, S&P, Fitch) late next week / early the week after to determine the scope of documents required (legal, program); OPG to provide deck to Ministry - OPG/IESO accountants and lawyers meeting to work through accounting issue on the need for revenue to pay interest and fees in the period when clean energy	- June 27 – TB/LRC/Cabinet Approval of Part 2 package of regulations, including Communication presentation to Cabinet (i.e., media campaign, OFHP Ads, etc) - June 27 – TB/LRC/Cabinet Approval to increased OFA Credit Facilities - July 1 – 25% takes effect

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	adjustments cannot be charged to rate payers; OPG/IESO to report back - OPG legal agreements in progress; OPG to provide a detailed list of legal agreements to Ministry - OEB released RPP prices June 22, 2017, as well as RRRP amounts. - ENERGY working with Navigant to prepare a report on long lived assets and associated assessment of value - ENERGY to provide comments on TB/MBC Report Back Chart – GA refinancing, Social programs, etc.	
2) Broadening Rural or Remote Rate Protection (RRRP) (SNAP)		
ENERGY, LSB and LDCs	<u>Recent Action Items</u> Ministry working with LDCs to finalize program design. Note: One LDC may not be able to implement RRRP	Implementation of expanded program and reduction in RRRP charge is targeted for July 1 2017
3) Expanding Ontario Electricity Support Program (OESP) (SNAP)		
ENERGY, LSB, MCSS and OEB	<u>Recent Action Items</u> - SNAP to continue to work with, MOF, OEB and CRA on OESP wet signature - Ministry continues to work with MCSS on OESP automatic enrollment, which is tracking for September at earliest	- June 27 – TB/LRC/Cabinet Approval of OESP regulation - July – MCSS-OESP Automatic Enrolment TB Submission
4) Providing a First Nations On-Reserve Delivery Credit (SNAP)		
ENERGY and LSB	<u>Recent Action Items</u> - Ministry finalizing process for eligibility and working with COO to communicate FNDC - Ministry met with COO on April 26 and May23 regarding FN Rate implementation	June 27 – TB/LRC/Cabinet Approval of regulation update

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5) Establishing an Affordability Fund (CRED) ENERGY, IGS, LSB, Blakes, CSD, OPCD, TBS, MOF and H1 (KPMG and Osler)	Recent Action Items - Key next steps include: - Trustees to sign appointment document - Trustees to appoint Hydro One as administrator, pending review by Trustees of Administrative Services Agreement - Next meeting of Trustees to be scheduled for late July. Hydro One to develop "strawperson" of program design considerations for Trustees' review - Advisory Committee working to confirm remaining social service agency representative required for Board of Trustees - In its administrative capacity, Hydro One is preparing documentation to replace Computershare, as the original trustee, with the Board of Trustees. Hydro One is also developing back office support and preparing recommendations for the first meeting of the Board of Trustees	June 2017: - June 21 – First meeting of Trustees - Trustees expected to engage with distributors, IESO, OEB, others, to define funding criteria and processes - Report back to TB/MBC with final program details and a performance management framework including outcome measures and targets Summer 2017: - LDCs begin to apply to the Trust for funds Late 2017/early 2018: - ENERGY can apply for additional funds through 2018-19 PRRT based on performance and need. Trust term can be extended with amended/new TPA if agreed by Trust
6) Engagement with Officers of the Legislature ENERGY, MOF/OFA, Auditor General (AG)	Recent Action Items - TBS to follow-up on whether AG met with large audit firms and outcome. TBS met with AG; AG to provide opinion on August 18, 2017. - June 14 – AG meeting with IESO Board. AG provided IESO with	- June 12 – ENERGY Tranche 1 responsive documents provided to AG - End of June – ENERGY

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	letter/document on accounting concerns. IESO will provide a technical document to its Board by the end of the week. KPMG received a similar letter/document and will be responding to the issues raised. ENERGY and other ministries (MOF and TBS) have received additional/broader scope request from AG. Responses to be coordinated across ministries	Tranche 2 responsive documents to be provided to AG
ENERGY, MOF/OFA, Financial Accountability Officer (FAO)	<u>Recent Action Items</u> N/A	May 24, 2017 – FAO report released publicly
7) Bill Presentment (SNAP/LSB)		
ENERGY	<u>Recent Action Items</u> Ongoing Ministry work re bill presentment	- July 1 – Bill inserts to be ready - Fall 2017 – Bill redesign
8) Expanding ICI (ESP/COMs)		
ENERGY, LSB, IESO and LDCs	<u>Recent Action Items</u> - Ongoing OCC and CME outreach campaigns to promote ICI - Ongoing outreach with LDCs being undertaken by IESO	Quarterly Report Backs re ICI to TBS / MBC
9) Additional Initiatives for Small Business and Industrials (i.e., Class B) (ESP)		
ENERGY, MEDG, MOF, MOECC, MOL and Small Business	<u>Recent Action Items</u> Ongoing work with MEDG to identify additional opportunities to assist Class B electricity consumers and small and medium sized manufacturers' (i.e., power for job proposal)	TBD
10) Energy Sector Efficiencies (i.e., Ontario Energy Board and IESO) (SNAP / ESP)		
ENERGY, LSB, OEB and IESO	OEB: - Directive / Letter (TBD) IESO: - Directive / Letter (TBD)	Continue this work as part of LTEP

Ontario Fair Hydro Plan Implementation



* Note: Preliminary timeline with tentative dates that are subject to change.

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