

For Immediate Release

April 20, 2017

Electricity Prices Dropping for Households and Small Businesses Effective May 1

Toronto, ON – The Ontario Energy Board (OEB) today announced that households and small businesses that buy their electricity from their local utility will see their electricity prices go down starting May 1.

Every six months, the OEB estimates how much it will cost to supply electricity to residential and small business customers on the Regulated Price Plan (RPP), and sets prices to recover these costs over time.

Starting in May 2017, the total bill for a typical residential customer who uses 750 kWh per month will be \$127 which is about \$26 or 17% lower than it would have been without the following rate mitigation:

- the 8% rebate, equivalent to the provincial portion of the HST, that has been in place since January 1, 2017
- the OEB's decision to remove the charge that funds the cost of the Ontario Electricity Support Program (OESP), effective May 1, 2017. The OESP will continue to be available to help eligible low-income customers reduce their electricity bills; and
- a portion of the estimated bill reductions announced in the government's proposed Ontario Fair Hydro Plan.

The table below shows three sets of prices: the existing time-of-use (TOU) prices for RPP customers; what those TOU prices would have been on May 1, 2017 without consideration of the proposed Fair Hydro Plan; and the TOU prices as set by the OEB to start on May 1, 2017, which take into account an appropriate portion of the estimated bill reductions announced in the proposed Fair Hydro Plan.

TOU Price Periods	Existing TOU Prices	Forecast TOU Prices without consideration of the proposed Fair Hydro Plan	May 1, 2017 TOU Prices including portion of the proposed Fair Hydro Plan
Off-Peak	8.7 ¢/kWh	9.1 ¢/kWh	7.7 ¢/kWh
Mid-Peak	13.2 ¢/kWh	13.3 ¢/kWh	11.3 ¢/kWh
On-Peak	18.0 ¢/kWh	18.5 ¢/kWh	15.7 ¢/kWh

The table below shows the same sets of prices for RPP customers who pay tiered prices.

Price Tiers	Existing Tiered Prices	Forecast Tiered Prices without consideration of the proposed Fair Hydro Plan	May 1, 2017 Tiered Prices including portion of the proposed Fair Hydro Plan
Tier 1	10.3 ¢/kWh	10.7 ¢/kWh	9.1 ¢/kWh
Tier 2	12.1 ¢/kWh	12.5 ¢/kWh	10.6 ¢/kWh

The government has indicated that it intends to introduce legislation that, if passed, would implement the proposed Fair Hydro Plan. The OEB will then further adjust RPP prices as appropriate to reflect the full benefit of the proposed Fair Hydro Plan.

For more information on how the OEB established the TOU and tiered RPP prices that come into effect on May 1, see the OEB Backgrounder [\[HTML\]](#).

About the Ontario Energy Board:

The Ontario Energy Board is an independent and impartial public agency that makes decisions that serve the public interest. Our goal is to promote a sustainable and efficient energy sector that provides reliable energy services to customers at a reasonable cost.