

Rate Mitigation Plan Options – Cumulative Fiscal Impact

Option	Slide #	Net New Fiscal Impact (\$M)							
		2016-17	2017-18	2018-19	2019-20	2020-21	2021-22	2022-23	2023-24
1a (i) – GA smoothing + tax-basing social programs¹	4-5		362	409	450	485	TBD	TBD	TBD
1a (ii)– GA smoothing + tax-basing 15% incremental rebate²	6-7		875	871	1,002	901	TBD	TBD	TBD
2a – RRRP enhancement – accelerating fixed rate benefit³	13-14			64-90	52-72	38-54	26-36	13-18	0
2b – OESP expansion (50% increase)⁴	17-18		54	75	93	108	122	136	
2c (i) – Home Assistance Program enhancement⁵	20		12.5	30	30	22.5	0	0	0
2c (ii) – Affordability Fund	21	200	0	0	0	0	0	0	0
3 – OEB – LDC efficiencies and rates	22-23		N/A	N/A	N/A	N/A	N/A	N/A	N/A
4 – OPG – operational efficiencies⁶	24		N/A	N/A	N/A	N/A	N/A	N/A	N/A
5 – IESO – market renewal⁷	25		N/A	N/A	N/A	N/A	N/A	N/A	N/A
TOTAL NET NEW FISCAL IMPACT [with 1a (i) option]		200	428.5	578-604	625-645	653.5-669.5	148-158	149-154	TBD
TOTAL NET NEW FISCAL IMPACT [with 1a (ii) option]		200	941.5	1,040-1,066	1,177-1,197	1,069.5-1,085.5	148-158	149-154	TBD

¹ Requires \$5B in borrowing in 2017 (fiscal exposure, pending outcome of accounting treatment). See slide 5 for additional information on accumulated debt.

² Requires \$4B in borrowing in 2017 (fiscal exposure, pending outcome of accounting treatment). See slide 7 for additional information on accumulated debt.

³ Range depends on if just R1 & R2 rate classes, or all (& urban & seasonal). Accelerating fixed rate benefit combined with total cost of current RRRP support (updated in Fall 2016) can be found on slide 14.

⁴ 50% increase combined with current OESP funding can be found on slide 18.

⁵ HAP enhancement combined with current HAP funding can be found on slide 20.

⁶ Since the Province consolidates OPG's net income and PILs, if OPG actually earns less because the aggressive cost reductions are not achieved, that would hit the Province's revenues from OPG and the bottom line in Public Accounts.

⁷ IESO estimates that the total implementation cost will be \$150M.