December 19, 2017

Update on Program Eligibility

Afford Ability Fund™

Ontario

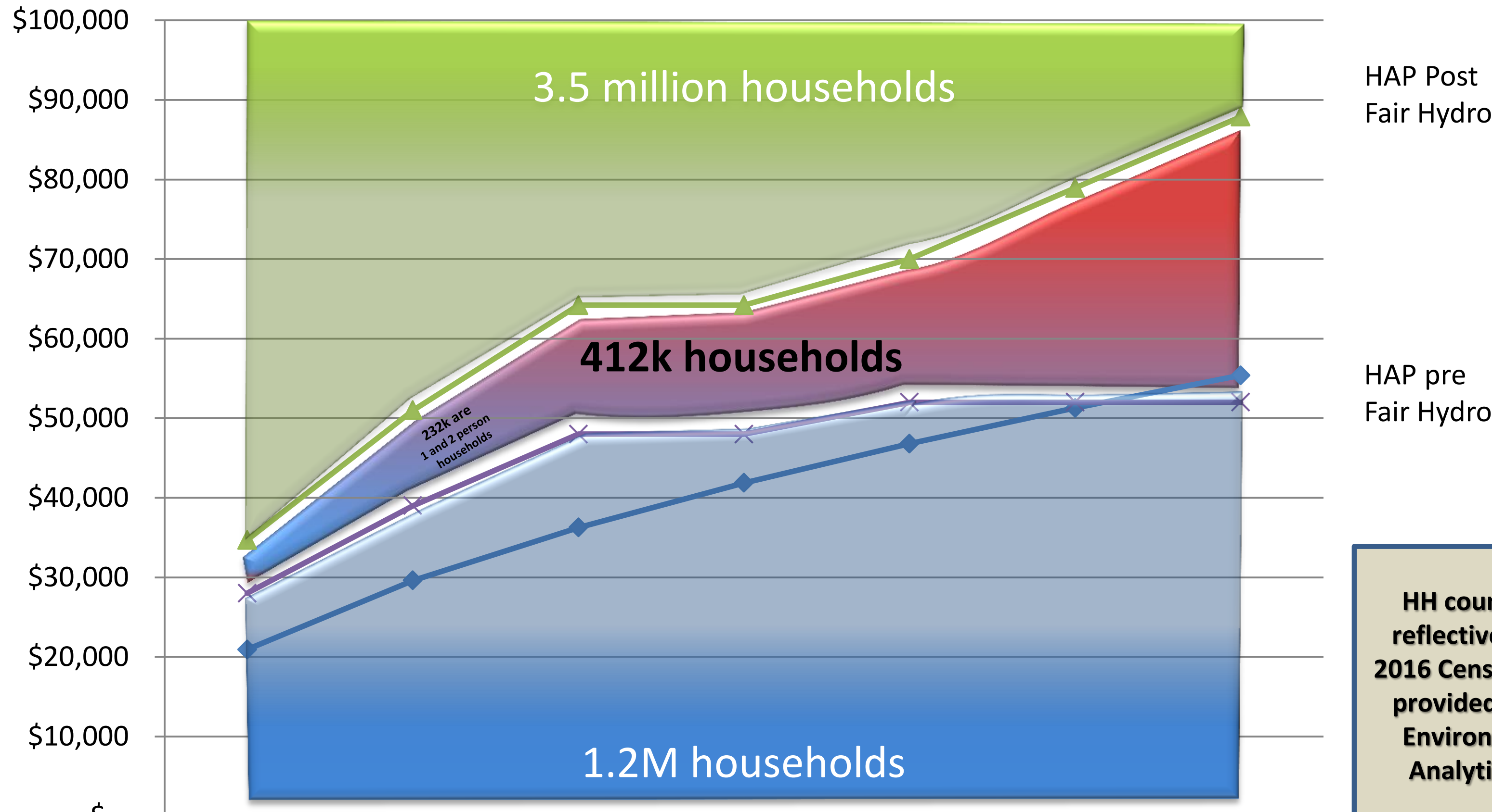
Meeting Objective:

Present the impact of the exclusion of HAP eligible customers compounded by the recent changes of OESP.

- Increase of HAP-eligible customers from 1.2M to 1.6M households.

- Increased income levels of potential AFT beneficiaries

Impacts on AFT Program

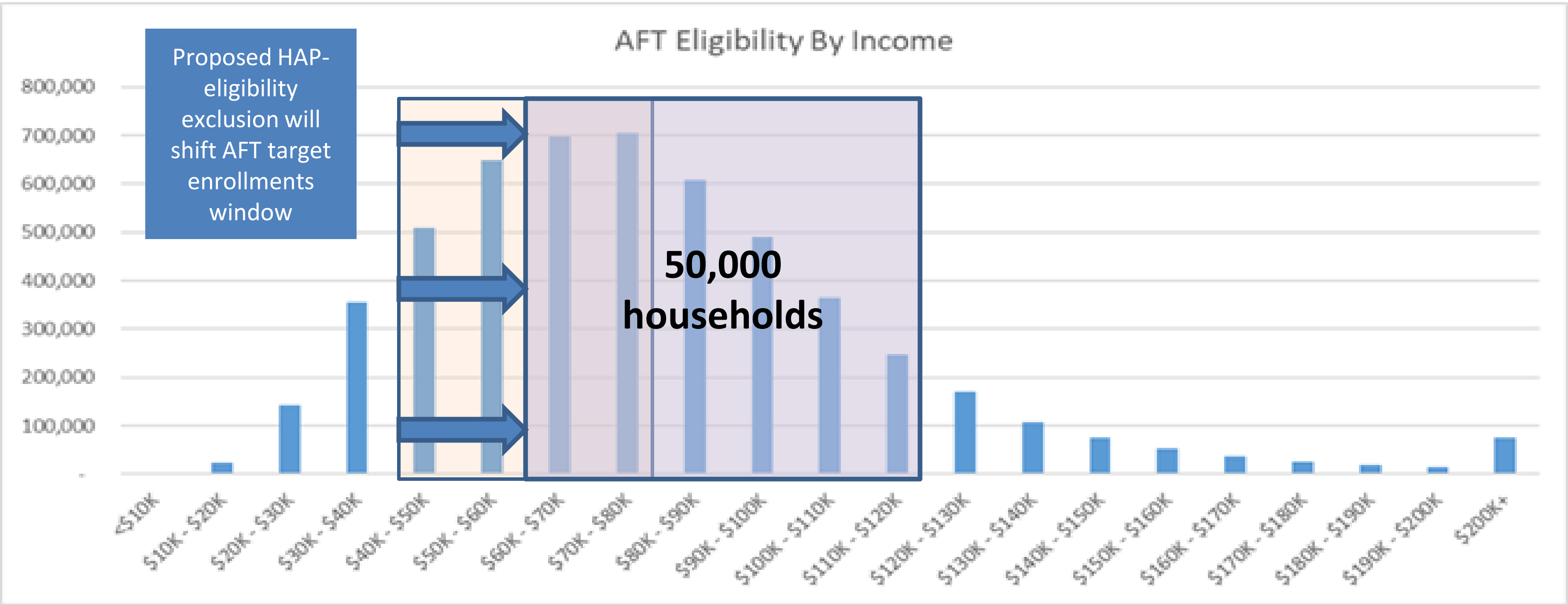


*HAP 2018 is LICO gross + 35% or higher OESP levels

	1	2	3	4	5	6	7
LIM Net	$20,933	$29,604	$36,257	$41,866	$46,808	$51,275	$55,384
HAP pstFH	$34,700	$51,000	$64,200	$64,200	$70,000	$78,939	$87,886
HAP preFH	$28,000	$39,000	$48,000	$48,000	$52,000	$52,000	$52,000
Net Difference	**81,085**	**151,135**	**82,765**	**39,375**	**58,030**		

HH counts reflective of 2016 Census as provided by Environics Analytics

Impacts on AFT Program



What we are solving for:

Getting the right level of support to customers in need as quickly as possible?

Some options considered:

1. **Proceed as Designed**

   Agree to live with the incongruence of support
   between low-income and near low-income

2. **Possible changes to the HAP eligibility criteria**

   Remove OESP pre-qualification for HAP
   Return to prior Fair Hydro plan income levels
   If HAP is oversubscribed, AFT serves HAP-eligible customers

3. **Co-serve customers in need (both HAP and AFT)**

   Revisit Declaration of Trust
   Serve low-income customers within AFT
   and true-up with HAP after the fact
   HAP denials are referred to or reconciled within AFT