

Ontario's Fair Hydro Plan (OFHP) Online Settlement Forms Submission

Webinar for LDCs and USMPs

June 28, 2017

Purpose

Provide an update for LDCs and Unit Sub Meter Providers on the implementation of Ontario's Fair Hydro Plan (OFHP), including:

- IESO Forms impacted by the OFHP
- Online Form Submissions to the IESO
- Upcoming Changes to IESO Forms
- Future Changes for OFHP
- Questions from Participants

Implementation of Ontario's Fair Hydro Plan

- The *Ontario Fair Hydro Plan Act, 2017* received Royal Assent on June 1, 2017
- OEB published two sets of RPP rates effective May 1, 2017; one set of rates *with* consideration for a portion of the OFHP discounts and one *without* consideration for the OFHP discounts
 - After consultation with the OEB, MPs were instructed to use the rates *without* consideration for OFHP for May submissions and until further notice
 - Based on feedback from MPs and IESO, this was revised and MPs were instructed to use the rates *with* consideration for OFHP

Implementation of Ontario's Fair Hydro Plan

- On June 22, the OEB published:
 - RPP electricity prices to be effective July 1, 2017 – April 30, 2018
 - The rate for the Global Adjustment Modifier to be effective July 1, 2017 – April 30, 2018
 - A revised Rural or Remote Electricity Rate Protection charge and new maximum base distribution charge under the Distribution Rate Protection effective July 1, 2017
 - These changes will be discussed in further detail at a future webinar

RPP TOU Prices effective May 1, 2017

TOU Price Periods	Existing TOU Prices	Forecast TOU Prices without consideration of the proposed Fair Hydro Plan	May 1, 2017 TOU Prices including a 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

Prices effective May 1, 2017 as announced by OEB on April 20

RPP Tiered Prices effective May 1, 2017

Price Tiers	Existing Tiered Prices	Forecast Tiered Prices without consideration of the proposed Fair Hydro Plan	May 1, 2017 Tiered Prices including a 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

Prices effective May 1, 2017 as announced by OEB on April 20

Forms Impacted by OFHP

- The following forms are impacted by OFHP for the June 2017 submissions:
 - Regulated Price Plan vs Market Price – Variance for Conventional Meters
 - Regulated Price Plan vs Market Price – Variance for Smart Meters
 - Regulated Price Plan vs Market Price – Final Variance
 - Ontario Electricity Support Program (OESP) – LDC & USMP
- Forms must be submitted between July 4 and July 8 (first 4 business days of the month)

Information to be Submitted to IESO

- Submissions for June consumption should use the RPP prices shown on slides 5 and 6 that *include* the Fair Hydro Plan discounts, as was the case for submissions for May consumption

TOU Prices

Off-Peak	7.7 c/kWh
Mid-Peak	11.3 c/kWh
On-Peak	15.7 c/kWh

Tiered Prices

Tier 1	9.1 c/kWh
Tier 2	10.6 c/kWh

Information to be Submitted to IESO

- When completing RPP-related forms, participants should:
 - enter the \$ component of their \$/kWh pairs in the “RPP Fair Hydro Plan Discount” field
 - Where a kWh value has been entered, a value of \$0.01 should be entered in the “RPP Variance” and “RPP Final Variance” fields
 - This is a change from the method communicated for May submissions made in June
- For June consumption do not submit the “OFHP for Eligible Non-RPP Customers”

Variance for Conventional Meters Form

- Sample section

Number of Regulated Consumers		1000	
First Tier		Payments to IESO	Payments from IESO
RPP Variance	\$	0.01	\$ 0.01
RPP Fair Hydro Plan Discount	\$	10000	\$ 10000
	kWh	100000	kWh 100000
Second Tier		Payments to IESO	Payments from IESO
RPP Variance	\$	0.01	\$ 0.01
RPP Fair Hydro Plan Discount	\$	10000	\$ 10000
	kWh	100000	kWh 100000
			To Top

Variance for Smart Meters Form

- Sample section

Number of Regulated Consumers		1000		
Payments to IESO				
		Off Peak	Mid Peak	On Peak
RPP Variance	\$	0.01	0.01	0.01
RPP Fair Hydro Plan Discount	\$	10000	10000	10000
	kWh	100000	100000	100000
Payments from IESO				
		Off Peak	Mid Peak	On Peak
RPP Variance	\$	0.01	0.01	0.01
RPP Fair Hydro Plan Discount	\$	10000	10000	10000
	kWh	100000	100000	100000
To Top				

Regulated Price Plan - Final Variance

- Sample Section

Number of Regulated Consumers		100		
		Payments to IESO	Payments from IESO	
RPP Final Variance	\$	0.01	\$	0.01
RPP Fair Hydro Plan Discount	\$	10000	\$	10000

Upcoming Changes to Forms

- For greater clarity, the IESO will be making further updates to the impacted RPP forms
 - The current “RPP Variance” field will be disabled and labels for “RPP Fair Hydro Plan Discount” fields will be updated to read “RPP Fair Hydro Plan Variance”
- These updates will not be made in time for the July submission for June consumption, but will be made as soon as implementation timelines and resources allow
 - The IESO will provide timelines once they are known

Future Changes for OFHP

- For RPP-related form submissions for July consumption (in August), participants should use the rates effective July 1, published by the OEB on June 22
 - <https://www.oeb.ca/newsroom/2017/electricity-prices-are-dropping-again-july-1>
- There will be further changes to IESO forms to implement the decisions issued by the OEB on June 22
- An IESO webinar will be held in July to give participants instructions related to:
 - Rural or Remote Electricity Rate Protection
 - Distribution Rate Protection
 - First Nations On-Reserve Credit
 - OFHP for Eligible Non-RPP Customers

Questions from Participants