Independent Electricity System Operator
1600-120 Adelaide Street West
Toronto, ON M5H 1T1
t 416.967.7474
www.ieso.ca

Memorandum

To: THE AUDIT COMMITTEE OF
THE BOARD OF DIRECTORS
of the Independent Electricity System Operator

From: Rayhan Malik
Enterprise Risk & Corporate Performance Analyst

Date: April 11, 2017

Re: Q1 Corporate Performance Measures Update

The attached report provides an update on the IESO's progress on Corporate Performance Measures (CPMs) to the end of Q1 2017. This update also includes information regarding an adjustment to a regional planning target for 2017 as a result of more current considerations.

These two aspects are discussed below:

(1) Q1 progress towards achieving the established annual targets is on track. Key highlights include the issuance of an employee engagement 'pulse' survey to measure progress against the engagement action plan, continued cost effective delivery of LDC conservation programs at 3.4 cents/kWh and publication of the final draft of the market renewal benefits case.

(2) A change has been made to the CPM target established for the measure "*provincial power system is well planned*". The number of key recommendations has increased from 44 to 46 as a result of more recent information. The IESO will track progress on the 46 recommendations for 2017. The target is currently considered 'on track'.

Sincerely,

Rayhan Malik

Enc. Q1-2017 CPM Update
Cc: IESO Records