

Implementation of Ontario's Fair Hydro Plan

Week of September 11, 2017

Item	Key Deliverables / Considerations	Timing / Next Steps
1) Refinancing the Global Adjustment (ESP/IGS/LSB)		
ENERGY, LSB, IESO, OPG, OEB, TBS and MOF	<u>Recent Action Items</u> - Ongoing Business Items - Provincial Guarantees (i.e., performance / payment, term sheet) - OPG/TBS (OPCD), MOF, OFA and ENERGY met on August 10, 2017 to discuss proposed approach to Provincial Guarantee. Additional accounting review on proposed approach is required - OPG proposing to prepare an option for Government to pay outstanding obligation should OPG/Trust no longer be able meet financing obligations - IESO and OPG to continue discussions regarding the letter of credit to backstop smaller LDCs without ratings or using a reserve account – need to determine quantum - IGS/OFA to prepare summary deck for week of September 4, 2017 - Note: Initial focus of OPG financing will be on Canadian market - Management Fees Regulation - Draft received from OPG. LSB to share with OEB and Legislative Counsel. - Interest Collection During the Inflationary Cap Period (OPG, IESO and Energy to work through approach) - Ministry/OPG to look into mechanism to pay interest and expenses through GA after the 4 year moratorium - OPG Equity Injection Process - Subordinate Debt Loan Agreement - Payment in Lieu of Taxes Exemption	- July 1 – 25% takes effect - Summer – Prepare Minister's Fair Allocation Amount (TBD) - Summer – LRC/Cabinet Approval Management Fee regulation (TBD) - Summer – LRC/Cabinet Approval Interest Collection During the Inflationary Cap Period regulation (TBD) - Mid-September – Minister's Fair Allocation Amount letter - September 27 – TB/Cabinet Approval and s.28 Approval Provincial Guarantees (TBD) - Late November 2017 – OPG Financing (TBD)

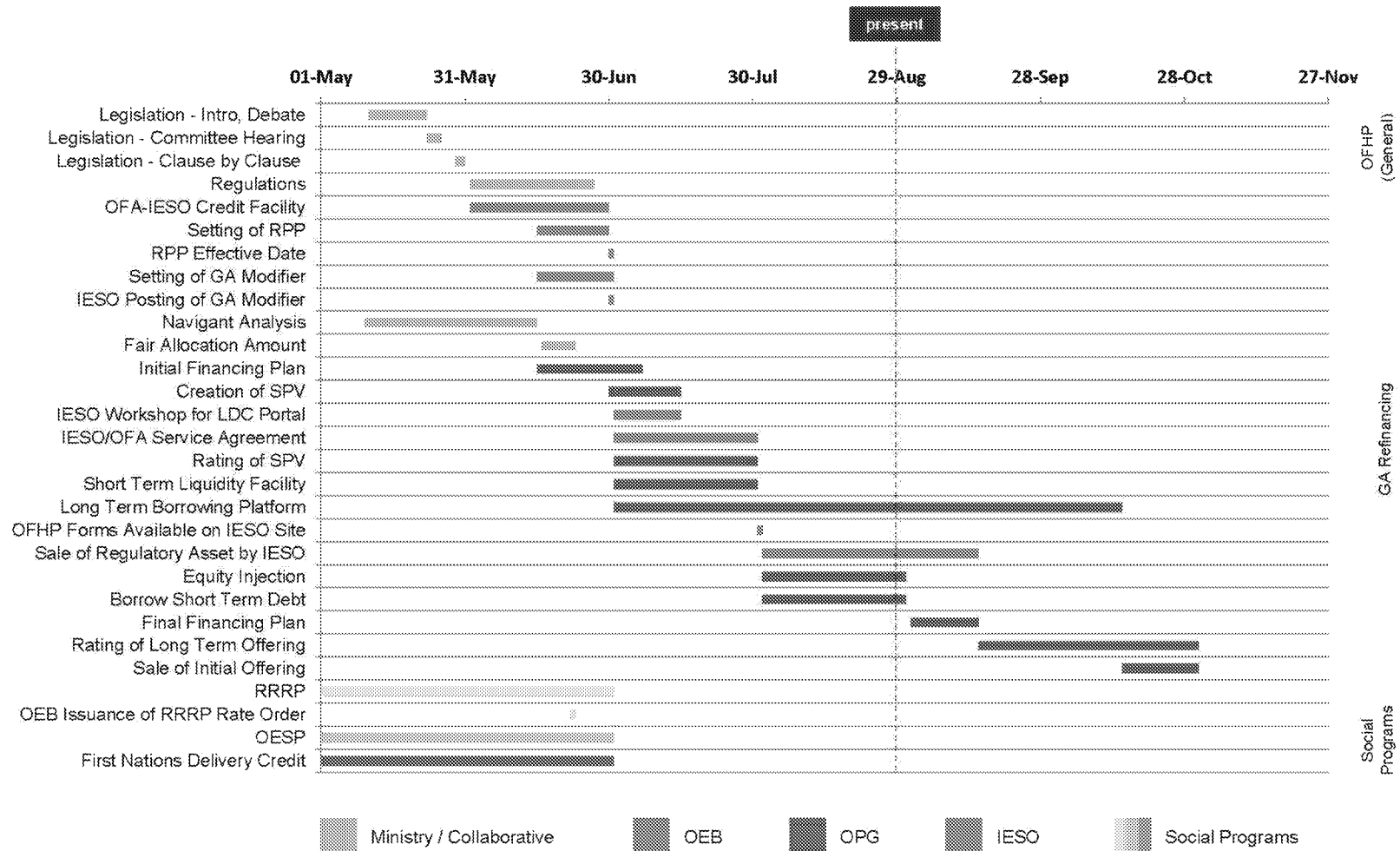
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	- MOF/Tax Policy working on comfort letter re: PILs for OPG - IGS to provide best timing estimates for PILs, Equity Injection, Subordinated Debt Loan Agreement (between OPG and Trust) • OPG continuing work with rating agencies. OPG working to finalize this working by end of September • OPG to go to its Board with OFHP financing plan following direction from August 16, 2017 meeting • Agencies (OPG/IESO/OEB) to provide weekly critical paths/detailed workplans as required • ENERGY working with Navigant to prepare a report on long lived assets and associated assessment of value ○ ENERGY has shared draft FAA model with OPG	
2) Broadening Rural or Remote Rate Protection (RRRP) (SNAP)		
• ENERGY, LSB and LDCs	<u>Recent Action Items</u> • All LDCs have indicated they have implemented the program	• Will hold a wrap-up working group teleconference in August.
3) Expanding Ontario Electricity Support Program (OESP) (SNAP)		
• ENERGY, LSB, MCSS and OEB	<u>Recent Action Items</u> • July 26 TB approval for MCSS to expand FTEs and create team dedicated to OESP enrolment, using funds approved on March 1, 2017 under FHP • OEB and MCSS executed MOU (as per recent OEBA amendments) to share information that will support targeted outreach for social assistance clients potentially eligible but not enrolled in OESP • Targeted outreach and automatic SA client enrolment by MCSS to start late September; MCSS to continue developing software solution for automation over next several months	• Week of August 7 – follow-up with CRA on proposed wet signature solution

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	- Significant progress on wet signature issue – SNAP continues to work with, MOF, OEB and CRA on solution - SNAP to work with TBS to ensure funds flow from fiscal plan when OESP moves to the tax base	
4) Providing a First Nations On-Reserve Delivery Credit (SNAP)		
ENERGY and LSB	<u>Recent Action Items</u> - All LDCs have indicated they have implemented the program. - Ministry working on post card for FNDC	Will hold a wrap-up working group teleconference in August.
5) Establishing an Affordability Fund (CRED)		
ENERGY, IGS, LSB, Blakes, CSD, OPCD, TBS, MOF and H1 (KPMG and Osler)	Redacted - Commercially Sensitive	

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	Redacted - Commercially Sensitive Trustees to brief Ministry on August 28	
6) Engagement with Officers of the Legislature		
Redacted - AG Priv.		
7) Bill Presentment (SNAP/LSB)		
ENERGY	<u>Recent Action Items</u> Ongoing Ministry work re bill presentment	Fall 2017 – Bill redesign
8) Expanding ICI (ESP/COMs)		
ENERGY, LSB, IESO and LDCs	<u>Recent Action Items</u> - Ongoing OCC outreach campaign to promote ICI - Ongoing outreach with LDCs being undertaken by IESO - CME proposal (TBD)	Quarterly Report Backs re ICI to TBS / MBC
9) Energy Sector Efficiencies (i.e., Ontario Energy Board and IESO) (SNAP / ESP)		
ENERGY, LSB, OEB and IESO	<u>OEB:</u> Directive / Letter (TBD)	Continue this work as part of LTEP

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	<u>Considerations</u> • Signal efficiencies intent in OEB business plan letter • Work with OEB/LDCs on LTEP document and proposed directive to OEB IESO: • Directive / Letter (TBD) <u>Considerations</u> • IESO's stakeholder engagement re Market Renewal is ongoing.	

Ontario Fair Hydro Plan Implementation



* Note: Preliminary timeline with tentative dates that are subject to change.

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