

Implementation of Ontario's Fair Hydro Plan

Week of September 25, 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 Protection and Assurance Agreement - OFA / OPG / MOF / ENERGY and OPGD working to finalize Agreement. Note: Term Sheet has been approved by TB/CAB - Equity Injection Process - OPG seeking Board approval of Master Subscription Agreement on September 29. - Province to finalize internal mechanisms in October - Commercial Agreement - OPG and IESO working to finalize Agreement - Ongoing discussions regarding the "letter of credit" to backstop smaller LDCs without ratings or using a reserve account - FAA Letter - ENERGY and OPG have exchanged modelling data to support FAA and RA amounts in Minister's letter - Letter is pending Minister's approval - Management Fees (Regulation) - ENERGY, OPG, OEB and OFA working to develop proposed regulation which would determine role of OEB in determining fees OPG charges - Leg Counsel Draft has been circulated - Fees and Interest Recovery During the Inflationary Cap Period (Regulation) - ENERGY, OPG, OEB, IESO and OFA working to develop proposed regulatory amendments which would enable fees and interest amounts to be	- Late September – Minister's Fair Allocation Amount letter - September 25/27 – TB/ Cabinet Approval of Provincial Protection and Assurance Agreement Term Sheet - September 29 – OPG Board Meeting - October 16 – LRC for regulatory amendments package (i.e., to address management fees and interest and fees collection during the Inflationary Cap period) - Late November 2017 – OPG Financing (TBD)

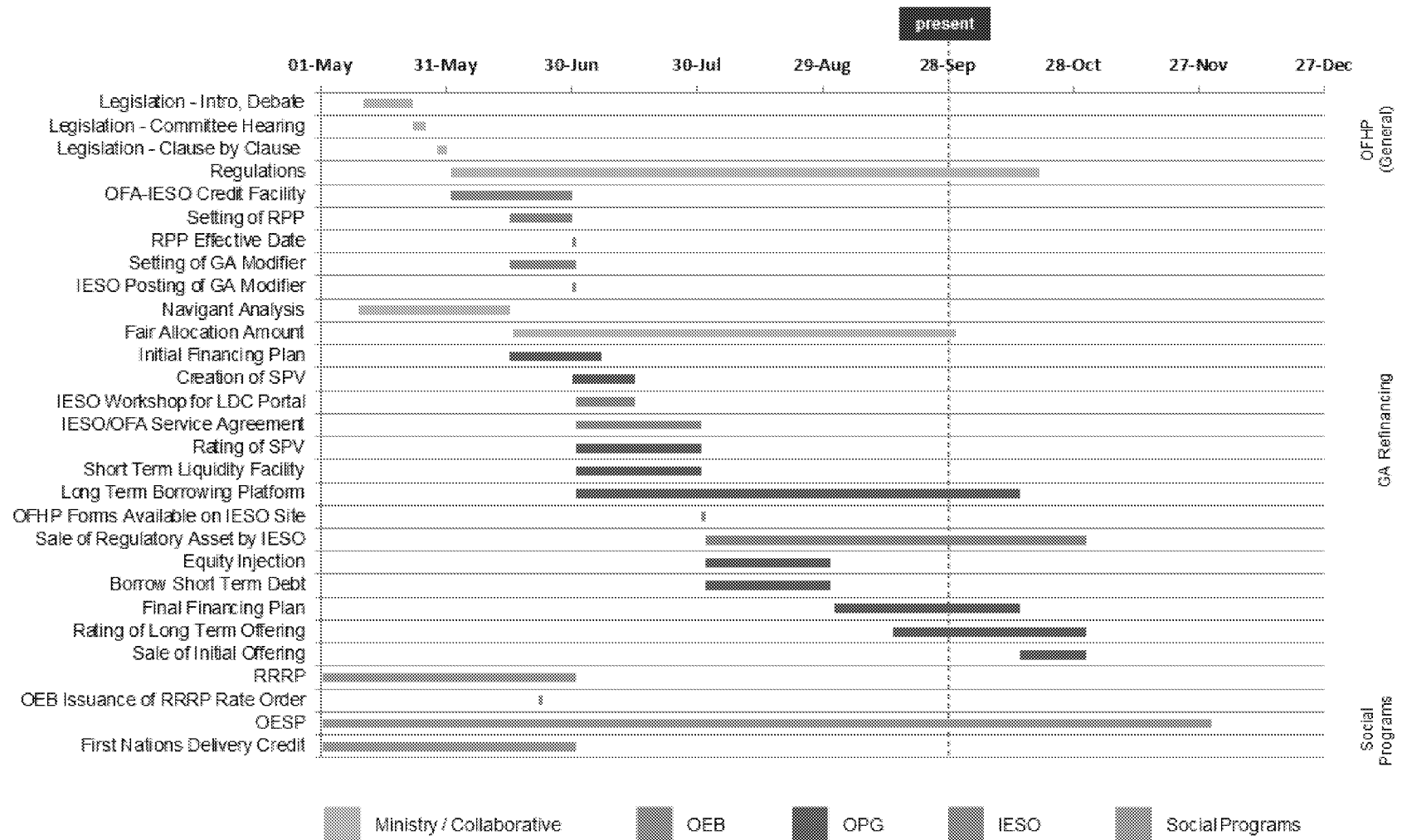
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	- recovered via Global GA ▪ Develop amendments to O. Reg. 429/04 and related amendments to OFHPPA regulations to enable recovery of interest/fees via GA ▪ Leg Counsel Draft has been circulated ○ Subordinate Debt Loan Agreement ○ Payment in Lieu of Taxes Exemption ▪ MOF/Tax Policy working on comfort letter/regulation regarding PILs for OPG • OPG continuing to work with rating agencies	
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 • IESO has begun to submit reimbursement claims to the Ministry	• Will work on updated cost projections for PRRT submission • Discussions have begun with OEB over content of cost forecast report, as contemplated in Regulation
3) Expanding Ontario Electricity Support Program (OESP) (SNAP)		
• ENERGY, LSB, MCSS and OEB	<u>Recent Action Items</u> • July 26 TB/MB approval for MCSS to expand FTEs and create team dedicated to OESP enrolment, using funds approved on March 1, 2017 under FHP. Sought 50 FTEs, but only received 20 – MCSS is considering report-back in the fall to ask for more FTEs • OEB and MCSS completed data exchange to identify SA clients currently not enrolled in OESP. Outreach calls began late August, with direct mail-outs in late September. New call centre to be ready to receive calls in October, and MCSS to continue developing software solution for automation over next several months • CRA approval of proposal for e-signatures on OESP applications. OEB is working with service provider to upgrade online	• Week of August 7 – follow-up with CRA on proposed wet signature solution

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	application process (November), and CRA will formally accept e-signature process by amending MOU with Ministry of Finance - Ministry is targeting late October / early November to proclaim OEBA amendments to shift OESP to tax base, along with supporting regulatory amendments - Ministry and OEB have initiated work to transfer OESP to government	
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. - FNDC post card has been distributed to First Nations Band Councils - IESO has begun submitting claims for reimbursement to the Ministry	- Will work on updated cost projection for PRRT - Hydro One to provide update on program enrollment week of October 2
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	
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	2017-2018 – Bill redesign
8) Expanding ICI (ESP/COMs)		
• ENERGY, LSB, IESO and LDCs	<u>Recent Action Items</u> Ongoing OCC outreach campaign to promote ICI	Quarterly Report Backs re ICI to TBS / MBC

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	• Ongoing outreach with LDCs being undertaken by IESO • CME proposal (TBD) • Ministry reviewing a revised proposal from CME	
9) Energy Sector Efficiencies (i.e., Ontario Energy Board and IESO) (SNAP / ESP)		
• ENERGY, LSB, OEB and IESO	OEB: • Directive / Letter (TBD) <u>Considerations</u> • Signal efficiencies intent in OEB business plan letter • Work with OEB/LDCs on LTEP document and proposed directive to OEB • Mandate Review implementation is an opportunity to reiterate expectations. IESO: • Directive / Letter (TBD) <u>Considerations</u> • IESO's stakeholder engagement re Market Renewal is ongoing.	• Continue this work as part of 2017 LTEP

Ontario Fair Hydro Plan Implementation



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