

BY EMAIL

February 18, 2020

Katherine Sparkes Director, Innovation, Research and Development Independent Electricity System Operator 120 Adelaide Street West, Suite 1600 Toronto, ON M5H 1T1

Dear Ms. Sparkes:

Re: CustomerFirst's Regulated Price Plan Pilot Ontario Energy Board File No. EB-2016-0201

I am writing to advise that the Ontario Energy Board (OEB) has accepted CustomerFirst's Interim Results Report for its Regulated Price Plan (RPP) pilot project, which corresponds to Milestone 1 in Schedule B of the Contribution Agreement between the Independent Electricity System Operator (IESO) and CustomerFirst. This Milestone was completed with the submission of CustomerFirst's final Interim Results Report on February 3, 2020.

I am therefore requesting the IESO to promptly settle payment with CustomerFirst for the contribution amount associated with Milestone 1, which is \$1.2M. The IESO has assured us that funding of contribution amounts for OEB-approved RPP pilot projects under existing contracts will continue despite the revocation of the Minister of Energy's December 16, 2016 Direction to the IESO.

To support our request for payment, the table below includes the information contemplated in the OEB's letter to the IESO dated May 26, 2017, identifying roles and responsibilities of the OEB and the IESO in relation to the implementation and funding of RPP pilot projects.

The OEB has also approved a change in the target completion date for the submission of CustomerFirst's Final Results Report. The new date for the Final Results Report is also set out in the table below.

| Milestone Number | Reporting Milestone | Target Completion | Contribution Amount | | |
|--|------------------------|--|---------------------|--|--|
| Project Milestones & Payment Schedule: | | | | | |
| Approved Estimated Maximum Budget: | | \$3.269M | | | |
| Approved RPP Pilot Project Name: | | CustomerFirst RPP Pilot Program | | | |
| Distributor Contact Information: | | Chris Barker President, CustomerFirst 3080 Yonge Street, Suite 6060 Toronto, ON M4N 3N1 (647) 255-8845 <u>chris.barker@customerfirstinc.com</u> | | | |
| Distributor: | | Newmarket-Tay Power Distribution Ltd. Greater Sudbury Hydro Inc. North Bay Hydro Distribution Ltd. PUC Distribution Inc. Espanola Regional Hydro Distribution Corporation Northern Ontario Wires Inc. | | | |

| Number | Milestone | Date | |
|--------|---------------------------|-------------------|--|
| 1. | Interim Results Report | June 30, 2019 | \$1,216,241.25 |
| 2. | Final Results Report | March 30, 2020 | Remaining payment of actual project cost or true up of any overpayment |

Any questions related to this letter can be directed to <u>RPP.Pilots@oeb.ca</u>, citing "CustomerFirst" in the subject line. Sincerely,

Original signed by

Mary Anne Aldred Chief Operating Officer & General Counsel Ontario Energy Board

c. CustomerFirst