

ENERGY material - for discussion at 2pm

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Attachments: 2016-08-31- Qs and As - Electricity Rate Mitigation revised.docx (19.35 kB); GOV2016.091.e04.pw (Clean Energy Rebate).docx (98.3 kB); Electricity rebate act SCHEDULE x compendium Draft 6.doc (28.67 kB)

Karim, Phil, Rob,

ENERGY has provided us answers to the questions at FP and a draft of the legislation - attached here for our discussion this afternoon.

Pwd is Brazil2016

Short answers to the FP questions (more details in the attached) :

- the potential fiscal impact of capping RPP consumers is not known (they don't have the data)
- ENERGY does not recommend a cap for RPP consumers
 - o A cap would lead to more complex billing and added costs to LDCs which would be passed on to consumers
 - o The consumers who rely on electricity for heating (these are the consumers most impacted by rising electricity prices because of their high consumption) would not receive the full 8% benefit
- It is possible to target proceeds recycling to certain groups of consumers, but ENERGY does not recommend it (IESO and LDCs would have to begin tracking classes of consumers within Class A, also difficult to justify recycling proceeds to some Class A consumers who are not targeting emissions reduction)

ENERGY is also working on edits to the CO version of the minute. We hope to have them in before our discussion at 2.

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