Re: new minute

From: "Greenberg, Martha (CAB)" <"/o=govon/ou=exchange administrative group (fydibohf23spdlt)/cn=recipients/cn=greenberg, martha (cab)3ff">
To: "Hughes, Karen (TBS)" <karen.hughes@ontario.ca>
Date: Sun, 11 Sep 2016 20:16:52 -0400

Thanks. Sorry, the 6 was the number in the policy minute we were updating.

We need to keep the reference to updating (more or less) the previous minutes as the desire I gather is to basically replace those minutes here but not imply that this is their report back.

Thank you!

From: Hughes, Karen (TBS)
Sent: Sunday, September 11, 2016 8:11 PM
To: Greenberg, Martha (CAB)
Subject: FW: new minute

Here is what I have asked them to draft – hopefully it makes sense and I get a new minute at some point tonight.

Karen

From: Hughes, Karen (TBS)
Sent: September 11, 2016 7:55 PM
To: Laughton, Patrick (TBS); Fung, Felix (TBS); Strang, James (TBS)
Cc: Duran-Schneider, Maria (TBS); Dutton, Andrea (TBS)
Subject: FW: new minute

Hi, there has been much discussion on the note and the minute. We need to make a few changes to the minute. Below is the "new" wording that we need to pick up but it needs to be adjusted for feedback from Greg and Mike.

Here is the feedback we need to put in the minute

I think the intention of 6 and 6a here is to replace i.... a) and b) -- --

Please wordsmith a version that reintroduced the numbers, (1.32, 1.08, 240M), but that takes the content of 6 here (that it is about a distinction between RPP and other customers rather than the language on volumetric rebate fuel switching etc.)

It needs to be clarified that the MOECC Minister is evaluating the GHG impact of the initiative versus the movement of the proceeds as this seems to suggest – so please pick that up.

Can you please confirm that you have this and are able to work on this tonight and please let me know if you have any questions – hope this is clear.

Thanks

Karen

NEW
6. Further to the Minute approved at Cabinet May 11 2016 with respect to the Climate Change Action Plan (#91), Energy work with MOECC, TBS, the PO and CO , to allocate proceeds to address rate-impacts on non-Regulated Price Plan electricity consumers (e.g., industrial, commercial and institutional) related to cap and trade and the expansion of other rate-based programs. Energy, working with MOECC, report back to Cabinet in 2016 with options on the appropriate mechanism.

a) Any proceeds no longer required, based on the intended funding approved at Treasury Board on May 19 2016, be used for other existing initiatives within the fiscal plan and the Climate Change Action Plan that reduce greenhouse gas emissions, subject to the evaluation of the Minister of the Environment and Climate Change.

PROPOSED TB MINUTE FOR TOMORROW (which we would be replacing should something along the lines of the new one work but wanted to ensure you saw this proposed wording)

i) Note the reallocation of cap and trade auction proceeds from the up to $1,320,000,000 that was previously allocated through the Climate Change Action Plan for electricity price mitigation, as follows:
   a) The Ministry of Energy to work with the Ministry of the Environment and Climate Change to invest an estimated amount of up to $1,080,000,000, from 2017-18 to 2020-21, of Cap and Trade auction proceeds for non- Regulated Price Plan electricity consumers over the first compliance period (2017-2020) through a volumetric rebate mechanism with a linkage to GHG emission reductions and the government's Climate Change Action Plan. Cap and trade auction proceeds would be used to promote fuel switching to make electricity more competitive with traditionally cheaper fossil fuels, supporting the Government's Climate Change Action Plan.
   b) The remaining up to $240,000,000, from 2017-18 to 2020-21, which was previously allocated in the Climate Change Action Plan to eliminate carbon price impacts/ grid emission reductions to ratepayers, to be used for other existing initiatives within the fiscal plan and the Climate Change Action Plan that reduce greenhouse gas emissions.

In this regard:

1) Note any redirection of proceeds previously allocated in the Climate Change Action Plan is subject to the evaluation of the Minister of the Environment and Climate Change.
2) Direct the Ministry of the Environment and Climate Change to work with Treasury Board Secretariat and Ministry of Finance to identify other existing initiatives within the fiscal plan that reduce greenhouse gas emissions that can be funded with the remaining up to $240,000,000, from 2017-18 to 2020-21, which was allocated in the Climate Change Action Plan to eliminate carbon price impacts/ grid emission reductions to ratepayers.

PREVIOUS MINUTES:

Budget commitment:
The government will also take steps to ensure that the net impact of cap and trade would not result in an overall increase in electricity costs for commercial and industrial consumers, and that there would be a modest benefit of up to $2 per month, on average, to residential

consumers.

CCAP public document:
Keep Electricity Rates A?ffordable: Use cap and trade proceeds to o?ffset the cost of greenhouse gas pollution reduction initiatives that are currently funded by residential and industrial consumers through their bills.

CCAP policy minute:
ENERGY develop additional options to addressing rate-impacts on electricity consumers and work with MOECC, the Premier's Office and Cabinet Office regarding the selected option for inclusion in the action plan

CCAP TB :

Moving toward a lower-carbon energy supply with adequate capacity and affordable low-carbon electricity.	Eliminate Carbon Price Impacts / Grid Emission Reductions to Ratepayers	• Range - $1,000,000,000 to $1,320,000,000	3,000,000 Tonnes (Energy Planning)

)