

Message

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Sent: 2017-08-21 9:57:36 AM
To: Jordan Penic [/o=ExchangeLabs/ou=Exchange Administrative Group (FYDIBOHF23SPDLT)/cn=Recipients/cn=7d23bcd450594583bb40b447b35485da-Jordan Peni]; David Barrett [/o=ExchangeLabs/ou=Exchange Administrative Group (FYDIBOHF23SPDLT)/cn=Recipients/cn=ef6f3b035ceb494099260e6fa7603f36-David Barre]; Chuck Farmer [/o=ExchangeLabs/ou=Exchange Administrative Group (FYDIBOHF23SPDLT)/cn=Recipients/cn=aa83ad66edf341b4a48c3f852b674355-Chuck Farmer]; Terry Young [/o=ExchangeLabs/ou=Exchange Administrative Group (FYDIBOHF23SPDLT)/cn=Recipients/cn=872fa3f6e61a48709b11458c0c3b6ca6-Terry Young]
Subject: FW: Summary of Friday meetings
Attachments: 2017 LTEP - Cabinet Submission - Outlooks and Forecasts - Draft Aug 18.pdf; 2017 LTEP - Comms Plan Update - Draft Aug 18.pdf

Attached are the two products from Friday's meeting, prepared by ministry staff.

The first attachment is the draft Cabinet submission deck, which will be revised based on feedback from Friday. This attachment includes the proposed outlooks for the Cabinet submission next week. The second attachment is the proposed comms plan for the LTEP.

Let me know if you have any questions.

Anthy

From: Anthy Lovachis
Sent: August 20, 2017 4:18 PM
To: John Rattray; George Pessione; Andrew Pietrewicz; Gabriel Adam; Tom Chapman
Cc: Jordan Penic; David Barrett; Chuck Farmer; Barbara Ellard; Michael Lyle; JoAnne Butler; David Short; Leonard Kula
Subject: Summary of Friday meetings

On Friday, the IESO attended two ministry briefings:

- One in the morning with ministry staff from both ENERGY and MOECC to discuss the IESO's recent deck on GHG emissions; attendees from MOECC: Paul Evans, Deputy Minister, and Alex Wood, Executive Director
- Another in the afternoon on LTEP, which included an update on IESO's GHG deck, with the DM and CoS.

With respect to the first meeting:

- MOECC focussed quite heavily on the optics of having the LTEP and CCAP not align, noting that this would be a significant communication challenge for the government; specifically, they noted that it would be challenging to report year-after-year increases in emissions in the electricity sector, when decreases in emissions are being achieved in others.
 - o Note: a greenhouse gas emissions report is expected to be released in the fall, similar timeline to the LTEP; MOECC and ENERGY committed to working with one another to start identifying "mitigation options" to help ensure both products are aligned.
- MOECC also focussed quite heavily on the flat emissions line, or "emissions at 2017 levels" on slide 10; they noted that the cost of carbon, on slide 4, of \$215/tonne is relatively cost effective compared to other options they are evaluating
- ENERGY DM noted that the analysis was done only to show approximate costs for lowering emissions in the electricity sector; he also noted that these costs would not be funded by ratepayers and funding would have to come from elsewhere.

- At the end, both MOECC and ENERGY committed to continuing the discussion on identifying policy levers that can be used to incent the desired outcome of low emissions at a low cost, acknowledging that both Market Renewal and CCAP can play a role.

On LTEP:

- Timeline:
 - o The next draft of the LTEP document will be available on Monday for review; it is expected that this will be the IESO's final review.
 - o Pens down on the document is slated for September 8th, with final sign-off on September 12
 - o The final LTEP document will be released the week of Thanksgiving.
- IESO's emissions deck:
 - o MO and ministry staff noted that implementing the scenarios on slide 4 would present more than just practical challenges, noting that there would be significant barriers to doing this. IESO was asked to strengthen the key messages in advance of Tuesday's meeting with MO staff from both ENERGY and MOECC.
 - o Ministry staff were also asked to consider bringing the outlook for the fuels sector to demonstrate that there is an overall decrease in emissions in the energy sector, despite slight increases in the electricity sector.

Based on the feedback we received Friday, I will be updating the deck in advance of Tuesday's meeting. I will have a draft available tomorrow morning for review. A final version is due EOD Monday (tomorrow).

Please let me know if you have any questions.

Anthy