



APPrO

ASSOCIATION OF
POWER PRODUCERS
OF ONTARIO

NEWSLETTER

APPrO news

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APPrO update for members

The industry's monthly bulletin featuring updates, briefings, links and resources from the Association of Power Producers of Ontario.

Noteworthy News:

Taking Action: Driving Ontario's Energy Transition – September 27th



Taking Action is the second conference collaboration between the Association of Power Producers of Ontario (APPrO) and the Ontario Energy Association (OEA), building on the success of the 2022 event.

In 2022 the conference discussed how Ontario should best navigate its way to net zero. This year it focuses on practical realities needed to drive a decisive and orderly transition.

Taking Action is a must for all professionals engaged in the Ontario energy industry. Participants will hear from industry experts about the key issues and opportunities in Ontario's energy system. Participants will also have the opportunity to meet and exchange ideas with Ontario's energy leaders.

More details will be available shortly.

Federal government introduces Investment Tax Credits in Budget 2023

The Government of Canada's 2023 Budget, announced in March, focuses heavily on the clean economy, particularly on clean energy to power a green transition, supporting clean manufacturing, and transitioning large industrials to net-zero.

The Budget provides further details to the Investment Tax Credits (ITCs) announced in the Fall Economic Statement (Clean Technologies and Clean Hydrogen), and adds new ITCs for Clean Electricity (for non-taxable entities) and for Clean Manufacturing.

These measures are in response to the American Inflation Reduction Act, which commits over \$300 billion to supporting the development and deployment of green technologies. More information is expected to emerge over the coming months and the Budget progresses through Parliament.

APPrO Meets with Electrification and Energy Panel

APPrO Chair Pat Dalzell, Vice Chair Pelino Colaiacovo and CEO Dave Butters met with the Electrification and Energy Panel on March 31. APPrO's key messages were that Ontario needs a reliable and affordable grid to remain attractive for business development and ensure future growth and achievement of net zero objectives.

APPrO also noted that this will require an “all hands on deck and more...” approach, that investors need clarity, stability and line of sight, and that a decisive and orderly transition is necessary. Ontario needs to articulate its views on coordinated, integrated long term energy planning, including objectives, technological options, and the roles, responsibilities and expectations of participants in the sector in achieving those objectives.

The Panel is exploring five key themes related to the electrification and the energy transition: Energy Planning; Governance and Accountability; Technologies; Community & Customer Perspectives, Affordability and Energy Sector Objectives; Facilitating Economic Growth.

APPrO Submits P2D Feedback

APPrO's comments were submitted on May 14.

They noted (among other points) that electricity is key to Ontario's prosperity, human welfare, and net-zero objectives:

- System reliability, affordability, and sustainability will underpin policy decisions that shape the electricity grid of tomorrow.
- Ontario needs a reliable and affordable grid to remain attractive for business development and ensure future growth:
- This will require unprecedented expansion of supply resources over the next 25 years, while continuing to extract the maximum value from the operation and renewal of existing resources.
- Developers and owners need clarity, stability, and line of sight in electricity policy both to build new assets and maintain current ones.
- A decisive and orderly plan is necessary as electrification and the energy transition continue to intensify. Equally, the transition to net-zero must err on the side of caution: i.e., planning well in advance and evaluating or assessing risk-weighted consequence of various options for electricity system evolution to avoid serious or irreversible consequences to critical system requirements including reliability, flexibility, and affordability.

The complete document can be found here: [APPrO Comments on P2D Consultation](#)

IESO Announces Significant Procurement

On May 18, the IESO announced that it is “moving forward with the procurement of seven new energy storage projects to provide 739 MW of capacity.

The IESO is offering contracts to [seven battery storage facilities](#) located throughout the province, varying in size from 5 MW to 300 MW.”

The IESO noted that it is “is also leveraging natural gas generation by securing 586 MW from [expansions](#) and [upgrades](#) at existing sites. Natural gas currently plays a pivotal role in supporting grid reliability – with the ability to respond to changing system needs in ways other forms of supply can’t.”

For more information, please see the IESO’s most recent [Resource Adequacy Update](#).

APPrO Provides Feedback and Recommendations on Proposed LT1 Contract

APPrO has submitted feedback and recommendations on the proposed LT1 Contract following the IESO’s Procurement Update on May 4, 2023.

The full letter can be found here: <https://www.ieso.ca/en/Sector-Participants/Engagement-Initiatives/Engagements/Long-Term-RFP>

APPrO’s new Chair and Vice Chair

APPrO’s new Chair and Vice Chair took up their responsibilities at the February Board Meeting. Chair Pat Dalzell is currently Head, Corporate Communications for Bruce Power, and has an extensive background in power trading, and corporate communications and government affairs; Vice Chair Pelino Colaiacovo is Managing Director at Morrison Park Advisors. Prior to joining MPA, Pelino was Chief of Staff to the Ontario Minister of Energy from 2003 to 2005.

Resources:

[APPrO News and publications](#)

[Archive of APPrO weekly news briefs](#)

[APPrO’s LinkedIn Feed](#)

[Archive of articles posted on LinkedIn](#)

[Twitter: @APPrOntario](#)

APPrO’s summary of [Social links](#) to join the conversation

APPrO is a provincial non-profit corporation established to promote the interests of Ontario electricity generators within a truly open and competitive power industry.

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