Did the OPA terminate the contract at the government's request?	The OPA, as the contract holder, has been in discussions with Greenfield South to resolve this matter in the best interests of Ontarians. Following discussions with Greenfield South, OPA decided that not proceeding with the contract best serves the public's interest. We support the OPA's decision.	Continue to negotiate in the best interests of Ontarians. The government has been clear that it is committed relocating the plant. Given the government's commitment, and following discussions with Greenfield South, we decided not proceeding with the contract was the appropriate next step.
Why wasn't the contract	Discussions began as soon as they could between OPA and Greenfield South. This decision is the result of those discussions.	Our goal has been to resolve this matter in the best interests of Ontarians. We believe this decision best serves the public interest. Contract negotiations are commercial sensitive and we cannot say more than that. We initiated discussions with Greenfield South as
If the OPA is terminating the contract, how can you get the company to work with the OPA to relocate the site?	The OPA will pursue further discussions with Greenfield South and we expect them to find a satisfactory resolution.	soon as we received the Minister's letter asking us to begin discussions. Not proceeding with the contract is the result of these discussions. We will pursue further discussions with Greenfield South.
Will Greenfield South be the company to build the relocated plant? Do you have assurances from them on that?	The OPA will pursue further discussions with Greenfield South to find a satisfactory resolution.	We expect to continue discussions with Greenfield South and hope to reach a satisfactory resolution.

	The OPA will pursue further discussions with Greenfield South to find a satisfactory resolution.	
Will you put this back out to tender?		We expect to continue discussions with Greenfield South and hope to reach a satisfactory resolution.
What is the process	The OPA is best able to answer this. We can confirm that the site selection will include public consultation.	
for finding another site?		This will require further consideration, but we will consider local generation needs and transmission and distribution support. Once options are identified, the public will be consulted.
How come you've cancelled the plants in Mississauga and Oakville but not in Northern York Region?	These are two very different situations. The OPA has advised that Southwest GTA's local reliability issues can be addressed through building transmission. Transmission projects were rejected by the people of northern York Region, and a generating facility is required immediately in the region to meet North American standards for reliability.	These are two very different situations. Southwest GTA's local reliability issues can be addressed through building transmission. Transmission projects were rejected by the people of Northern York Region, and a generating facility is required immediately in the region to meet North American standards for reliability.
Unrelated content removed		



	Unrelated content removed		
Construction	JF GREENFIELD STOPS CONSTRUCTION:		Formatted: Font: Bold
When will construction stop now that Greenfield has agreed to stop work while negotiations continue?	We understand that Greenfield South agreed to stop construction immediately.	We have an agreement from Greenfield South to stop construction immediately.	
What kind of penalty does the developer face if they don't stop construction?	The developer will not be able to recover its costs of ongoing construction. We expect Greenfield to stop construction.	The developer will not be able to recover its costs of ongoing construction. We have asked them to stop and that it our expectation.	

81			Г
	How much will the construction completed to date cost ratepayers?	That has yet to be determined. The OPA is committed to resolving this matter with ratepayer value top of mind.	We are committed to finding a fair resolution that upholds ratepayer value.
	Why did it take so long to stop construction?	Discussions began as soon as they could between OPA and Greenfield South. The agreement to stop construction is the result of those discussions.	We initiated discussions with Greenfield South as soon as we received the Minister's letter asking us to begin discussions. Not proceeding with the contract is the result of these discussions.
	Now that the OPA has terminated the contract, will work stop at the site?	My understanding is that the OPA has notified the developer that it will not be proceeding with the contract. The OPA has asked the developer to stop work at the site.	We have notified Greenfield South that we are not proceeding with the contract. We have stated that we require Greenfield to stop construction. We have made it clear that Greenfield is financially liable if construction continues. We will pursue further discussions about stopping work at the site, and hope to reach a satisfactory resolution.
	Will legislation be required to stop construction?	Legislation is an option, however, the best option, and the one we are choosing at this time, is to have the OPA work with Greenfield South to find satisfactory resolution. It is our expectation the OPA and Greenfield South will work together to find a satisfactory resolution.	The government is best able to answer this question.
a	Minister, your spokesperson said that legislation was not needed, is this true?	The best option, and the one we are choosing at this time, is to have the OPA work with Greenfield South to find satisfactory resolution to the site.	The government is best able to answer this question.

Contract Value Why should anyone want to contract with OPA or government after this?	The government and our agencies have successful track records for negotiating and fulfilling contracts in the best interest of Ontario taxpayers. This is a unique case and these circumstances do not apply to other contracts or issues. Like any other business, energy partners work together to respond to changing conditions. Contracts are renegotiated or terminated on a small and large scale across businesses of all types.	Our agency has a successful track record for negotiating and fulfilling contracts in the best interest of Ontario ratepayers. This is a unique case and these circumstances to not apply to other contracts or issues.
What's the status of negotiations with TransCanada?	Discussions with TransCanada continue. We do not have an update at this time.	Discussions with TransCanada continue. We do not have an update at this time.
Will the cost of these contract cancellations be made public knowledge at some time?	Our government is committed to conducting business in an open and transparent manner. We will provide what we can when we can.	Contracts are commercially sensitive. It is up to the developer to determine what they are willing to make public and when.

From:
Letourneau, Amanda (ENERGY)
Sent:
November-16-11 4:36 PM
Rehob, James (ENERGY)
Subject:
Site Servicing information

Hi James.

Here is the information on the site servicing permit, which is just copied from Mississauga's Building Permit Guide for Industrial, Commercial and Multi-use residential Buildings. It's my understanding that the drawings referred to are talking about services that are already present in the area, since most areas of the city are already serviced.

Site Servicing Permit

The servicing of a building (storm and sanitary sewers, domestic water and fire protection water supply) is generally reviewed under a building permit, however,

sites with multiple buildings will require a separate site servicing permit. All site servicing permits are subject to applicable law, including compliance with the zoning by-law.

Plans, Specifications and Additional Documentation Required

- Site servicing drawings (5 copies) showing storm, sanitary, domestic water and fire protection water supply (including fire hydrants). Drawings shall be reviewed and stamped by Mississauga Fire Plan Examination and the Region of Peel.
- Storm connection approval from Transportation and Works
- Sanitary connection approval from the Region of Peel
- Easement documentation (where applicable)

Here is a link to the guide, the section on Site servicing is on page 24:

http://www5.mississauga.ca/pb/guide_buildingpermits_indust_comm_fModifiedSize.pdf

Amanda Letourneau

Articling Student
Legal Services Branch
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From: Kovesfalvi, Sylvia (ENERGY) **Sent:** November-16-11 5:11 PM

To: Botond, Erika (ENERGY); Gemmiti, Paola (ENERGY); Gerard, Paul (ENERGY)

Cc: Kett, Jennifer (OPO); Sylvis, Laura (ENERGY)

Subject: RE: Mississauga news

Attachments: Articles - Mississauga Gas Plant 9.26.11-11.10.11.pdf; Mississauga Gas Plant - Media

Scan - 20111110.doc

Media clippings removed

Will do - here's our latest media scan which may also be helpful.

From: Botond, Erika (ENERGY) Sent: November 16, 2011 5:06 PM

To: Kovesfalvi, Sylvia (ENERGY); Gemmiti, Paola (ENERGY); Gerard, Paul (ENERGY)

Cc: Kett, Jennifer (OPO)
Subject: Mississauga news

Hi guys – can you please send Jen and I a list of all the reporters in Mississauga that have covered the gas plant and their contacts tomorrow morning. Thx, e



Media Scan Mississauga Gas Plant

September 26, 2010 - November 10, 2011



Media Scan Summary

Date Range of Scan

September 26, 2010 - November 10, 2011

Analysis

- While the issue of a potential gas plant siting on Loreland Avenue in Mississauga had existed since 2007, no activity had taken place since the Ontario Municipal Board ruled against an appeal to stop the plant going ahead, and the issue was dormant until June 2, 2011 when it was revealed that a building permit had been issued to Eastern Power to construct the plant.
- The plant quickly came to be described as an election issue, and sitting local MPP Donna
 Cansfield (a former energy minister) expressed her opposition to the plant. The Premier's June
 20 comment "There's never a wrong time to do the right thing" was often referred to in the weeks
 and months to come.
- On July 25, it was reported that construction was going ahead on the site. This spurred new
 criticism from citizens doubtful that the province was likely to stop a plant that was already being
 built.
- The Liberals announced on September 24 that they would close the plant if re-elected. Initial
 response to this announcement was critical, seeing the move as a "flip-flop", "desperate" or
 "cynical". However, after the election, political commentators suggested the move did not harm –
 and may have benefited Liberal incumbents in the area.
- On October 24, the Progressive Conservatives drew attention to the ongoing construction of the plant, and freshly appointed energy minister Chris Bentley issued a statement committing to relocate it.
- The issue has continued to be raised since then in scrums with the Premier and Minister Bentley.
 Both reiterate the government's commitment to relocate the plant but give little other detail about negotiations with Eastern Power.

Date	Quote	Who	Source
November 9, 2011	"Discussions are still underway. I have nothing new to report at this time."	Premier McGuinty	Media Availability Transcript, November 9, 2011
November 9, 2011	Citizenship and Immigration Minister Charles Sousa, whose Mississauga South riding borders the power plant, emphasized it would close. Before cabinet on Tuesday, he said he could appreciate the concerns that residents have when trucks are rumbling toward the bustling worksite in spite of election campaign assurances. "We are going to have the plant relocated and we are in the process of doing that," said Sousa. "I don't want to divulge things that will compromise the situation."	MPP Charles Sousa	Toronto Star, November 9, 2011
November 9, 2011	"I'm not going to get into the minute-by- minute discussions about various parts of this. It would be my hope to see a resolution to this as quickly and expeditiously as possible."	Energy Minister Chris Bentley	Canadian Press, November 9, 2011



November 2, 2011	"We've committed to relocate the plant. There are discussions ongoing between	Energy Minister Chris Bentley	Pre-Cabinet Scrum Transcript, November
	the OPA and Eastern. I'm hoping for an early as resolution to those discussions as possible, and as fair a resolution to all parties as possible. It would be not be in the interest of either the discussions or the people of Ontario if I engage in a minute-by-minute comment on the proceedings."		2, 2011
November 2, 2011	"We are working on it. It has been a bit more complicated than we originally anticipated. But we will relocate that plant. [] Discussions are ongoing. That's all I can say at this point."	Premier Dalton McGuinty	Pre-Cabinet Media Availability Transcript November 2, 2011
October 26 , 2011	"It was a dumb place to put it, a dumb place to have it. There was a lot of mistakes. I'm not here to defend it. I'm just here to make sure it gets fixed." "We're going to have it removed. The commitment is that it will be done."	Mississauga South MPP Charles Sousa	Mississauga News, October 26, 2011
October 24 , 2011	"The Ontario government is committed to relocating the natural gas plant originally planned for Mississauga. The government will work with the company to find a suitable location for this plant. More information will become available as discussions progress."	Energy Minister Chris Bentley	Minister's Office
September 24, 2011	"A re-elected Liberal government will move swiftly and without delay to work with the developer to move this plant away from homes, schools and hospitals."	Mississauga South MPP Charles Sousa	National Post, "Construction hasn't stopped at Mississauga power plant", October 24, 2011
February 12, 2011	"There is a continuing, productive conversation with TransCanada There's really nothing to report by way of specifics at this point in time."	Premier Dalton McGuinty	Toronto Star
October 2010	"I'm proud to be a part of a government that has listened to this community and made the responsible choice to protect our sensitive airshed. I'm very happy to say that no new gas plant will be built in Oakville or Mississauga."	Mississauga South MPP Charles Sousa	Toronto Star, June 13, 2011
October 2010	Changes in the province's electricity picture since the Oakville plant was proposed "made it clear this proposed natural gas plant is no longer required."	Energy Minister Brad Duguid	Toronto Star, June 13, 2011



October 7, 2010	The 900-megawatt Oakville facility, adjacent to the Ford factory and one kilometre from homes and schools, was no longer needed. "Nor will this plant be moving forward elsewhere in the GTA." Duguid said extra power the Oakville area needs in future will come through transmission lines, but wasn't specific on what that would entail. However, circumstances are "completely different" for a power plant in York region, the minister stressed. That contentious facility, to be built on a flood plain in a Progressive Conservative riding, is still going ahead.	Energy Minister Brad Duguid	Toronto Star
October 7, 2010	The Liberals are expected to say the Oakville plant was approved at a time when there "was a need to replace coal and to address needs of local reliability" for the electricity supply. "This is no longer the case and there is no need for a gas plant in the southwest GTA" and electricity to meet the area's needs can now be carried in on transmission lines from elsewhere, a government insider said.	Unnamed government spokesperson	InsideHalton
October 7, 2010	"As we're putting together an update to our Long-Term Energy Plan, it has become clear we no longer need this plant in Oakville. With transmission investments we can keep the lights on and still shut down coal-fired generators."	Energy Minister Brad Duguid	InsideHalton
October 7, 2010	"Our new Long Term Energy Plan will reflect changes in supply and demand over the last few years and in putting together this Long Term Energy Plan it has become clear that the Province no longer needs this proposed natural gas plant here in Oakville. Four years ago, when the need for this plant was first identified we were working to address local reliability issues and the need to build cleaner supply as we phased out dirty coal fire generation by the end of 2014. I am pleased to share with all of you today that because of the changes in demand and the progress of our plan, because of the power we are saving	Energy Minister Brad Duguid	InsideHalton



	through our conservation programs and because of the investments we've made that have increased supply from clean and renewable resources, reliability has been strengthened."	
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Key Articles		
Media Outlet	Summary	
Toronto Star November 10, 2011 Robert Benzie	Power plant will close even if finished, Liberals insist – Robert Benzie reports the Liberal Party insists a power plant still being constructed in Mississauga will be closed even if the plant is completely built. Energy Minister Chris Bentley said Tuesday that the province is committed to relocating the plant and that he has no new progress to report. Premier Dalton McGuinty echoed the statement, adding, "Discussions are still underway." Citizenship and Immigration Minister Charles Sousa, MPP for Mississauga South, which borders the power plant, said Tuesday that he understands the concerns of residents, but refused to comment on the ongoing discussions over concerns that that could "compromise the situation." Progressive Conservative MPP Jim Wilson (Simcoe-Grey) said the Premier "misled" Ontarians, and that every additional day of construction work is costing taxpayers. Because negotiations between the OPA and Eastern are supposedly continuing, Wilson said the government could easily go to court to get a stop-work order and halt construction.	
Waterloo Region Record November 5 , 2011 Editorial	Liberals bungle new power plant — An editorial in the Waterloo Region Record says that whether the Ontario Liberals keep building a new power plant in Mississauga or honour their promise to kill it, they have exposed themselves as inept managers of a major public project. Either way, they will have botched an important part of their energy policy - an area in which they are supposedly experts. And if the Greenfield South gas-fired power plant is axed, they will waste a shocking amount of money - how much they refuse to say - in a year Ontario faces a \$16 billion deficit.	
Toronto Star November 3 , 2011 Robert Benzie and Rob Ferguson	Hard to stop gas-fired plant in Mississ auga, Liberals ad mit - Yesterday, Premier Dalton McGuinty the relocation of the Mississauga gas plant has been "a little bit more complicated" than the Liberal Party originally expected. During a tense exchange with reporters yesterday, Energy Minister Chris Bentley refused to get into specifics on the talks apparently going on between the Ontario Power Authority (OPA) and Eastern Power, which is still building the plant. PC Leader Tim Hudak has warned the government is "making the (financial) hole ever worse" by drawing out the move of the plant.	
Toronto Sun October 28, 2011 Christina Blizzard	Rural Ontario zapped by Grit power policy - Toronto Sun columnist Christina Blizzard suggests that the government's promise to relocate the Greenfield South power plant "makes it sound as if some giant crane will come along, pluck it up in one piece from the residential area where it's now located and plunk it down in a field close to nowhere. That's not going to happen. The plant was well on its way to completion. Changing plans now will cost hundreds of millions of dollars a disgraceful waste of time and money." Blizzard calls on the Minister to have some courage when it comes to where cancelled power plants in Mississauga and Oakville	



	will now be located, noting, "Sure, you don't place a gas-powered plant next to a school. But sometimes, you have to do the right thing and put it close to a residential area."
National Post October 25, 2011 Tristin Hopper	Construction hasn't stopped at Mississauga power plant - Construction is still underway at a gas-fired Mississauga power plant the Ontario Liberals promised to move during the recent provincial election. Conservative Leader Tim Hudak says the arrival of a huge generator at the site of the Mississauga power plant will make the facility even more expensive to relocate and is questioning why construction is continuing on the site after the Liberal government promised to relocate the plant. He is also concerned about how much the province will be forced to pay in compensation to plant owner Greenfield South Power Plant. Hudak said, "This Mississauga power plant was supposed to have been cancelled by Dalton McGuinty during the election campaign. It's now 18 days later and the plant is (still being) built. In fact, this is the most expensive component of what's probably a \$300 million to \$400 million project. Are they now breaking a promise only three weeks after the election?"
September 29,	Liberal Leader's decisive image takes shock from power-plant pledge – Adam
2011 The Globe and Mail Adam Radwanski	Radwanski writes that the Liberals gave the appearance of panic by promising to scrap a gas-fired power plant being built in Mississauga - undermining the "steady hand at the tiller" pitch the two-term Premier has been making to voters. Uncertainty about the plant's future - the Liberals have said it will be "moved" - also adds to the sense, says Radwanski, that Mr. McGuinty is flying by the seat of his pants.
September 29, 2011	Stop playing with Ontario's electricity - Tom Adams is critical of the Liberal party commitment to relocate the planned gas plant for Mississauga, and argues that
National Post Tom Adams	because all three parties support not locating a plant in Mississauga there will be no debate on the wider issues associated with the cancellation of the generator, specifically regarding political interference with energy planning. He cites the most recent 18-month outlook from the IESO which states "A new natural gas generation plant is essential in the southwest GTA. It is critical for supporting the elimination of coal-fired generation by 2014 and to meet the electricity needs of a region whose peak load has grown more than twice as quickly as the provincial average."
September 27,	Energy NIMBYs win — A Toronto Star editorial writes that it's all too predictable that
2011	Liberal Leader Dalton McGuinty is promising to pull the plug on a gas-fired power
Toronto Star Editorial	plant in Mississauga. An earlier editorial in this space said that on the eve of a provincial election, in a hotly contested riding, there was no practical way the government would hold firm. As if on cue, less than two weeks before voting day, the Liberals announced that "a compelling local argument," plus nearby condo expansion led them to conclude that the plant was ill-advised. McGuinty insisted the reversal's pre-election timing was a coincidence. One wonders how he could keep a straight face. The retreat marks the second time in less than a year that McGuinty's government has given up on building a power plant serving the southwest Greater Toronto Area. Last October the government axed a 900-megawatt gas-fired plant proposed for Oakville after strong opposition from well-heeled residents. This from a premier who once boldly declared that "NIMBYism will no longer prevail" in his Ontario.
September 25, 2011 Canadian Press Diana Mehta	McGuinty defends scrapping power plant as PCs pounce on 'desperate' Liberals - A quiet weekend pledge to scrap a gas-fired plant west of Toronto forced Ontario's election-minded premier onto the defensive Sunday as his political rivals slammed the move as a crass attempt at grabbing votes. In a barely publicized
Dialia Wella	announcement on Saturday, four local Liberal candidates made the promise to stop



	construction of the 280-megawatt natural gas-powered facility in Mississauga, Ont. At a campaign stop, Premier Dalton McGuinty gamely defended the decision amid questions about the timing of the low-key announcement that came less than two weeks before the Oct. 6 vote. McGuinty said the community had changed significantly since the plant was proposed in 2005, which was why his party had changed tack. But the opposition parties pounced on the move, with Tory Leader Tim Hudak denouncing McGuinty's "latest flipflop."
Toronto Star June 21 , 2011 San Grewal	Power plant in doubt, McGuinty hints - Ontario Premier Dalton McGuinty hinted Monday that the controversial construction of a gas-fired power plant on the Toronto-Mississauga border might not go ahead. "There's never a wrong time to do the right thing and that's what we'll do," McGuinty told reporters.
Mississauga News June 9, 2011 MPP Donna Cansfield (Letter)	Oppose the power plant – In a letter to the editor, MPP and former energy minister Donna Cansfield writes that she feels MPP are responsible to their constituents first and foremost. She writes that the proposed Mississauga gas power plant, while not located inside Etobicoke, will impact the quality of local air and residents are right to be concerned. The plant is similar many respects to the cancelled Oakville plant, she says: both were planned to provide power to the same region, both sites are located close to residential areas including schools and parks, and both represent risks to the same air shed. With the cancellation of the Oakville plant, and with work still being done on developing Ontario's Long-Term Energy Plan, this plant should not be built while there is any question as to its safety or necessity.
Toronto Star June 6, 2011 San Grewal	Residents steamed over plant plan — San Grewal reports for the Toronto Star that some Mississauga residents are furious to hear a building permit has been issued to construct a gas-fired power plant in an environmentally sensitive area. "I was shocked when I heard the permit was issued," said Dr. Boyd Upper, a resident who has fought the project for years. He said residents thought the plan was dead because nothing had happened since 2007, when Eastern Power Ltd. won the right to build the plant in an Ontario Municipal Board ruling that went against the city.
Mississauga News June 2, 2011 Chris Clay	Permit issued for power plant — Chris Clay reports that the City of Mississauga issued a building permit on Monday that allows construction of a 280-megawatt power plant on Loreland Ave, near the Mississauga/Etobicoke border, to begin. Ward 1 Councillor Jim Tovey said, "It's a terrible location," said Tovey. "Because of the OMB decision, the City had to issue the permits. It's pretty frustrating." Tovey said there's nothing more the City can do to stop the project and hopes the provincial government steps in. But he doesn't think that's likely to happen.

From: Kristin Jenkins < Kristin.Jenkins@powerauthority.on.ca>

Sent: November-16-11 5:24 PM

To: Kovesfalvi, Sylvia (ENERGY); Patricia Phillips

Cc: Kulendran, Jesse (ENERGY); Silva, Joseph (ENERGY); Nutter, George (ENERGY); Colin

Andersen; Michael Lyle

Subject: RE: Time-Sensitive: Update

In the event the scenario you describe below comes to pass, OPA would say the following:

OPA has reached an agreement with Greenfield Power Corporation to immediately stop construction of Greenfield's power plant in Mississauga. OPA and Greenfield are now negotiating an agreement to relocate the plant. OPA will not make any further comments while the negotiations are underway.

From: Kovesfalvi, Sylvia (ENERGY) [mailto:Sylvia.Kovesfalvi@ontario.ca]

Sent: November 16, 2011 3:01 PM **To:** Kristin Jenkins; Patricia Phillips

Cc: Kulendran, Jesse (ENERGY); Silva, Joseph (ENERGY); Nutter, George (ENERGY)

Subject: Time-Sensitive: Update

Importance: High

Hi – We are just finalizing some messaging/QA should agreement be reached to stop construction while negotiations continue.

Below is our draft minister's statement.

Would you be able to prepare statement for OPA and send for our review this afternoon?

Let me know if you have any questions/concerns.

Thank you.

Sylvia

416-327-4334

ENERGY DRAFT - 16 NOV 2011 - If OPA/Greenfield Reach Agreement to Stop Construction

STATEMENT FROM ONTARIO MINISTER OF ENERGY CHRIS BENTLEY

November 16, 2011

We made a specific commitment to residents in Mississauga and Etobicoke to relocate the gas generating plant currently under construction.

We listened to local concerns from all residents, taking into consideration the changes in the area, including residential development since the plant was proposed.

A few weeks ago, the Ontario Power Authority began negotiations with Greenfield South. This morning/afternoon, the OPA notified us that Greenfield has agreed to stop construction immediately, while negotiations continue.

We are pleased with this progress and look forward to a satisfactory resolution.

Ontario families and businesses need a reliable supply of clean power for our homes and businesses - we intend to honour our commitment to relocate the gas generation plant. The best interests of Ontarians and their communities are our number one priority.

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From: Silva, Joseph (ENERGY)

Sent: November-16-11 8:17 PM

To: MacLennan, Craig (ENERGY)

Cc: Lindsay, David (ENERGY)

Subject: Deck for Vapour briefing of M tomorrow **Attachments:** GS Options on Site 16 11 2011(2).ppt

Hi Craig - please find attached the deck for tomorrow's briefing of the Minister.

Thank you

Sent using BlackBerry Wireless

From: Calwell, Carolyn (ENERGY) **To**: Silva, Joseph (ENERGY)

Cc: Perun, Halyna N. (ENERGY); Jennings, Rick (ENERGY); King, Ryan (ENERGY)

Sent: Wed Nov 16 20:11:09 2011

Subject: Deck

Joseph, the revised deck, as promised earlier today. Apologies for my delay in getting it to you.

Carolyn

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Greenfield South Power Corporation Options

Minister's Briefing Confidential/Solicitor Client Privileged November 17, 2011

Issues

- Next steps to resolve the Greenfield South gas plant require the government and the OPA to determine:
 - 1. what compensation Greenfield South should receive for termination of the contract; and
 - 2. what will happen with the Greenfield South site
- These issues inform both negotiations with Greenfield South and, potentially, draft legislation
 - All options are not equally feasible and may need to be adjusted depending on circumstances



Compensation

- There are at least 3 options to address compensation:
 - Formula based on provable costs incurred by Greenfield South
 - Fixed amount based on estimated costs incurred by Greenfield South
 - 3. Referral to a third party arbitrator for determination of compensation



Compensation

- Compensation is assumed to include:
 - Sunk costs of construction and equipment
 - Costs paid to terminate construction and equipment contracts
 - Soft development costs, such as engineering, design, surveys, and legal fees
 - Costs of securing the site once construction stops
- Compensation could include:
 - Lost profits
 - Costs of acquiring the site



Option 1 – Formula based on costs incurred

- Greenfield would receive compensation for reasonable costs incurred in developing the project based on costs that it could prove through invoices and other documentation and, potentially, audit
- A formula could define "reasonable costs" and the time periods in which those costs were incurred
- Pros
 - Places onus on Greenfield South to prove its costs
 - Payment would be based on verifiable information and commercial reasonableness
 - This approach was taken in the Adams Mine Lake Act, 2004
 - Provides a rational basis for negotiations
- Cons
 - Negotiations could become bogged down in settling a formula without getting to the application of the formula
 - May remain unresolved for a significant period of time as the process unfolds



Option 2 – Fixed Amount

 Greenfield would receive compensation based on an amount determined by the OPA. This amount would be an estimate of costs to the date of termination of the contract, without verification from Greenfield South

Pros

- An amount could be determined quickly
- Could be used as a tactic in the context of legislation to advance negotiations

Cons

- Would require implementation through legislation.
 - Greenfield would not agree to an amount imposed by the OPA or the government
- Appears arbitrary and unfair



Option 3 – Referral to Arbitrator

 An arbitrator could be appointed to resolve compensation either with consensus of Greenfield South or through legislation

Pros

- Provides for resolution of compensation through an independent third party
- Allows for fair, impartial assessment of the amount of compensation

Cons

- Could result in a lengthy process, although process could be negotiated or legislated
- Once arbitration commences, the ability of the OPA and the government to control the process is reduced



The Project Site

- There are at least 3 options to address the project site, which is a brownfield in a mostly industrial and commercial area:
 - Acquire the site
 - 2. Greenfield retains the site
 - 3. Engage the City of Mississauga to seek its interest in acquiring the site from Greenfield South or contributing to compensation to Greenfield South



Site Option 1 – Acquisition

- Infrastructure Ontario or Ontario Power Generation acquires the site "as is" from Greenfield South
- Greenfield is compensated in the manner determined above and for the fair value of the land
- Pros
 - Quick to implement
 - Costs of demolition and site restoration, if necessary, are deferred
 - Site becomes available for public use or for resale
- Cons
 - Costs of security of site
 - May be perceived as expropriation, even if Greenfield is a wiling seller



Option 2 – Greenfield retains site

- Use of site for electricity generation is prohibited through agreement or legislation
- Greenfield is compensated as determined above, for costs of restoring the site to its pre-construction state, if desirable, and retains title to the land
- Pros
 - Limits OPA's and government's interests to immediate financial interests
 - Less intrusive to private interests than acquiring the site
- Cons
 - Public may continue to have ongoing concerns about future use of site



Option 3 - City of Mississauga Participation

- Begin discussions with the City of Mississauga to determine their interest in acquiring the site from Greenfield South Power Corporation or playing a role in resolution of the site
- City could contribute financially to compensation for Greenfield South or take on the liability of owning the site and in turn have a say in or control over the future use of the land
- Pros
 - Could potentially reduce total costs borne by the OPA or the Province
 - City could show that it is doing something positive in light of the cancellation
 - Demonstrates co-operation between the Province and the City
- Cons
 - Interest of the City is unknown. City unlikely to make a financial contribution



Other Considerations

- Relocation Greenfield South develops a generation project at another site or Greenfield South's turbines are used at another site
 - Relocation complicates and potentially delays resolution of the Mississauga site
 - Any potential site may bring with it local opposition or other complications



From: Silva, Joseph (ENERGY)

Sent: November-16-11 8:37 AM

To: Lindsay, David (ENERGY)

Subject: Fw: Greenfield

Fyi

Sent using BlackBerry Wireless

From: Kovesfalvi, Sylvia (ENERGY)

To: Silva, Joseph (ENERGY); King, Ryan (ENERGY); Calwell, Carolyn (ENERGY); Kulendran, Jesse (ENERGY); Botond,

Erika (ENERGY); Dunn, Ryan (ENERGY); Kett, Jennifer (OPO)

Cc: Gemmiti, Paola (ENERGY); Gemmiti, Paola (MAA); Nutter, George (ENERGY); Sharkawi, Rula (ENERGY)

Sent: Wed Nov 16 08:27:44 2011

Subject: Greenfield

Hi –

CO has asked us to develop messaging/strategy and q/a around how comms would work if we reach an agreement to stop construction (vs cancelling contract).

Am working on that now and will be forwarding mats in the next hour or so.

From: Nutter, George (ENERGY)
Sent: November-17-11 9:35 AM
To: Danyluk, Erica (CAB)

Cc: Gemmiti, Paola (ENERGY); Kovesfalvi, Sylvia (ENERGY)

Subject: Greenfield South

Attachments: 2011-11-16 Minister's Statement - construction stops - ENERGY.DOC; 2011-11-16

Minister's Statement - ENERGY.DOC

Hi Erica -

Please see attached two alternate statements one of which the Minister is expecting to use tomorrow, depending on advice from the OPA on discussions underway with Greenfield South. I understand PO has these already from our MO.

George Nutter
Manager, Energy Communications
Communications Branch
Ministry of Energy
Ministry of Infrastructure

4th fl. Hearst Block 900 Bay Street Queen's Park, Toronto Ontario, Canada M7A 2E1

416-326-9602 office 416-326-3947 fax

george.nutter@ontario.ca





STATEMENT FROM ONTARIO MINISTER OF ENERGY CHRIS BENTLEY

November XX, 2011

We made a specific commitment to residents in Mississauga and Etobicoke to relocate the gas generating plant currently under construction.

Over the last several weeks, the Ontario Power Authority has been in discussions with Greenfield South. Today, the OPA notified me that Greenfield has agreed to stop construction immediately.

We are pleased with this progress. We listened to local concerns from all residents, taking into consideration the changes in the area, including residential development since the plant was proposed.

We heard that our current process to locate gas plants needed to improve - we committed to relocating the plant and are reviewing the process of how gas plants are located in communities – this will guide our future plans. The best interests of Ontarians and their communities are our number one priority.

For media inquiries call: Jennifer Kett, Minister's Office, 416-327-6747 Jennifer.kett@ontario.ca

ontario.ca/energy-news
Disponible en français

Paul Gerard, Communications Branch, 416-327-7226 Paul.gerard@ontario.ca

For public inquiries call:

1-888-668-4636 TTY: 1-800-239-4224





Ministry of Energy

STATEMENT FROM ONTARIO MINISTER OF ENERGY CHRIS BENTLEY

November XX, 2011

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We listened to local concerns from all residents, taking into consideration the changes in the area, including residential development since the plant was proposed.

We heard that our current process to locate gas plants needed to improve - we committed to relocating the plant and are reviewing the process of how gas plants are located in communities – this will guide our future plans. The best interests of Ontarians and their communities are our number one priority.

After several weeks of discussions between the Ontario Power Authority and the owners of the plant, no agreement has been reached to stop construction and relocate.

The Ontario Power Authority has informed the corporation that it is taking the next step in this process and is not proceeding with its contract.

Ontario families and businesses need a reliable supply of clean power for our homes and businesses - we intend to honour our commitment to relocate the gas generation plant as quickly as possible.

For media inquiries call: Jennifer Kett, Minister's Office, 416-327-6747 Jennifer.kett@ontario.ca ontario.ca/energy-news
Disponible en français

Paul Gerard, Communications Branch, 416-327-7226 Paul.gerard@ontario.ca

For public inquiries call: 1-888-668-4636 TTY: 1-800-239-4224

From: Nutter, George (ENERGY)
Sent: November-17-11 9:45 AM
To: Danyluk, Erica (CAB)

Cc: Gemmiti, Paola (ENERGY); Kovesfalvi, Sylvia (ENERGY)

Subject: RE: Greenfield South

Sure. Rhonda is in the loop on this by the way, and has seen and commented on earlier versions.

Discussions have been ongoing with Greenfield South on the Mississauga/Etobicoke gas plant which the Premier committed to relocating during the election.

Two scenarios are currently in play. In one, it is determined that the OPA will repudiate its contract with Greenfield, with negotiations to that point not having been successful. In the other, negotiations with Greenfield are ongoing, and Greenfield has agreed to stop construction on the plant.

It is currently intended that the statement be walked around the gallery tomorrow. I have received no direction with regard to posting the statement on Newsroom.

George Nutter
Manager, Energy Communications
Communications Branch
Ministry of Energy
Ministry of Infrastructure

4th fl. Hearst Block 900 Bay Street Queen's Park, Toronto Ontario, Canada M7A 2E1

416-326-9602 office 416-326-3947 fax

george.nutter@ontario.ca

From: Danyluk, Erica (CAB)
Sent: November 17, 2011 9:39 AM
To: Nutter, George (ENERGY)

Cc: Gemmiti, Paola (ENERGY); Kovesfalvi, Sylvia (ENERGY)

Subject: RE: Greenfield South

Thanks George - can you please provide a bit more background on this?

Erica Danyluk

Senior Advisor, Cabinet Office Communications (p) 416.325.1179, (f) 416.325.1979 erica.danyluk@ontario.ca

From: Nutter, George (ENERGY)
Sent: November 17, 2011 9:35 AM

To: Danyluk, Erica (CAB)

Cc: Gemmiti, Paola (ENERGY); Kovesfalvi, Sylvia (ENERGY)

Subject: Greenfield South

Hi Erica -

Please see attached two alternate statements one of which the Minister is expecting to use tomorrow, depending on advice from the OPA on discussions underway with Greenfield South. I understand PO has these already from our MO.

George Nutter
Manager, Energy Communications
Communications Branch
Ministry of Energy
Ministry of Infrastructure

4th fl. Hearst Block 900 Bay Street Queen's Park, Toronto Ontario, Canada M7A 2E1

416-326-9602 office 416-326-3947 fax

george.nutter@ontario.ca

From: Gemmiti, Paola (ENERGY) **Sent:** November-17-11 9:54 AM

To: Danyluk, Erica (CAB); Nutter, George (ENERGY)

Cc: Kovesfalvi, Sylvia (ENERGY) **Subject:** RE: Greenfield South

Sorry Erica. We have been working directly with Rhonda on this. She has these statements already. I will continue to keep Rhonda updated. Thanks, paola

From: Danyluk, Erica (CAB) **Sent:** November 17, 2011 9:39 AM **To:** Nutter, George (ENERGY)

Cc: Gemmiti, Paola (ENERGY); Kovesfalvi, Sylvia (ENERGY)

Subject: RE: Greenfield South

Thanks George - can you please provide a bit more background on this?

Erica Danyluk

Senior Advisor, Cabinet Office Communications (p) 416.325.1179, (f) 416.325.1979 erica.danyluk@ontario.ca

From: Nutter, George (ENERGY) **Sent:** November 17, 2011 9:35 AM

To: Danyluk, Erica (CAB)

Cc: Gemmiti, Paola (ENERGY); Kovesfalvi, Sylvia (ENERGY)

Subject: Greenfield South

Hi Erica -

Please see attached two alternate statements one of which the Minister is expecting to use tomorrow, depending on advice from the OPA on discussions underway with Greenfield South. I understand PO has these already from our MO.

George Nutter
Manager, Energy Communications
Communications Branch
Ministry of Energy
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416-326-9602 office 416-326-3947 fax

george.nutter@ontario.ca

Cayley, Daniel (ENERGY)

From:Perun, Halyna N. (ENERGY)Sent:November-17-11 10:22 PMTo:Calwell, Carolyn (ENERGY)

Subject: Reply

Hi Carolyn - I propose to tell Malliha that:

That we understand that OPA and Eastern is still negotiating but OPA is turning on more heat by announcing clearly tomorrow that they are not proceeding w the contract (stopping short of saying they are terminating) I should also clarify that in the attachment - it's the last of the three that will be sent not the middle (the last says OPA will not proceed - the middle one says terminate)

Anything to add as I have not paid attention to comms developments?

Thanks

Halyna Perun A\Director Ph: 416 325 6681

BB: 416 671 2607

Sent using BlackBerry

Cayley, Daniel (ENERGY)

From: Rehob, James (ENERGY)
Sent: November-17-11 10:56 AM

To: Calwell, Carolyn (ENERGY); Perun, Halyna N. (ENERGY) **Subject:** Greenfield South Bill, when to share with Clients

Privileged & Confidential Legal Advice / Solicitor & Client Privileged

November 17, 2011

Hi, there – I wondered about when I/we should be sharing the draft Bill with the clients (under normal circumstances I would share each draft of the legislation as it is received, including my proposed instructions on same directly after they are sent). I have used this method in order to keep all directly involved "in the loop", reducing the chance for unpleasant surprises from any quarters. Perhaps we can discuss when you have a moment. I won't be sending instructions until either the end of day today or tomorrow morning.

Thank you!

James

James P. H. Rehob

Senior Counsel
Ministry of Energy and
Ministry of Infrastructure
Legal Services Branch
777 Bay Street, 4th Floor, Suite 425
Toronto, ON M5G 2E5

Tel: 416-325-6676 Fax: 416-325-1781 james.rehob@ontario.ca

Notice

This communication may be solicitor/client privileged and contain confidential information only intended for the person(s) to whom it is addressed. Any dissemination or use of this information by others than the intended recipient(s) is prohibited. If you have received this message in error please notify the writer and permanently delete the message and all attachments. Thank you.

From: Botond, Erika (ENERGY)
Sent: November-17-11 11:00 AM

To: Kovesfalvi, Sylvia (ENERGY); Kett, Jennifer (ENERGY); Dunn, Ryan (ENERGY); Kulendran,

Jesse (ENERGY); Sharkawi, Rula (ENERGY); Gemmiti, Paola (ENERGY)

Subject: Update on tomorrow

Attachments: Greenfield Q's and A's Updated - MO copy RDEB edits skedits Nov16 - 6PM.doc

Importance: High

Hi folks – attached are the updated Qs and As. Please send to fact check.

This version does not include the "what if construction stops" scenario and does not need to.

Plan as it stands is tomorrow morning:

9:00 AM – second letter goes 9:30 AM – OPA statement goes 10:00 AM – Minister's statement goes out 10:15 AM – minister avail at QP

Can we see the latest version of the OPA statement.

Jesse – can we set up a quick call with Kristin to touch base about next steps and the plan for tomrrrow.

Thx, Erika

ISSISSAUGA UPDATE	Formatted: Swedish (Sweden)
DRAFT Nov <u>1746</u> 5, 2011 <u>(10 3AMpm)</u>	Formatted: Swedish (Sweden)
80 90 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0	Formatted: Swedish (Sweden)
EY MESSAGES	
Greenfield agrees to stop construction while negotiations proceed	
The OPA continues to negotiate with Greenfield South.	Formatted: Bullets and Numbering
•While negotiations continue, Greenfield South has agreed to stop construction immediately.	Formatted: Bullets and Numbering
•We are pleased with this progress and look forward to a satisfactory resolution	Formatted: Bullets and Numbering
•The government will continue to ensure that the best interests of Ontario's communities and ratepayers remain the primary priority.	Formatted: Bullets and Numbering
 We made a specific commitment to residents in Mississauga and Etobicoke to relocate the gas generating plant currently under construction. We listened to local concerns from all residents, taking into consideration the changes in the area, including residential development since the plant was proposed. 	Formatted: Bullets and Numbering Formatted: Bullets and Numbering
 We heard that our current process to locate gas plants needed to improve - we committed to relocating the plant and are reviewing the process of how gas plants are located in communities - this will guide our future plans. 	Formatted: Bullets and Numbering
The best interests of Ontarians and their communities are our number one priority.	Formatted: Bullets and Numbering
After several weeks of discussions between the Ontario Power Authority and the owners of the plant, no agreement has been reached to stop construction and relocate.	Formatted: Bullets and Numbering
• The Ontario Power Authority has informed the corporation that it is taking the next step in this process and will not proceed with its contract.	Formatted: Bullets and Numbering
step in this process and will not proceed with its contract.	Formatted: Bullets and Numbering
Ontario families and businesses need a reliable supply of clean power for our homes and businesses - we intend to honour our commitment to relocate the gas generation plant as quickly as possible.	
 Ontario families and businesses need a reliable supply of clean power for our homes and businesses - we intend to honour our commitment to relocate the gas generation 	Formatted: Right: 0.25"

•We made a specific commitment to residents in Mississauga and Etobicoke to relocate the gas generating plant currently under construction.

Formatted: Bullets and Numbering

•We listened to local concerns from all residents, taking into consideration • the recent development in the area, including more residential areas.

Formatted: Bullets and Numbering

 For several weeks, the Ontario Power Authority has been in discussion with the owners of the plant, they have not agreed to stop construction and relocate. Formatted: Bullets and Numbering

•The Ontario Power Authority has informed the corporation that it is taking ◆ the next step in this process and will not proceed with its contract. Formatted: Bullets and Numbering

 Ontario families and businesses need a reliable supply of clean power for our homes and businesses and we intend to honour our commitment to relocate the gas generation plant as quickly as possible. Formatted: Bullets and Numbering

•The best interests of Ontarians and their communities are our primary priority.

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Questions and AnswersQUESTIONS AND ANSWERS

If Greenfield Agrees to Stop Construction

When will construction stop now that Greenfield has agreed to stop work while negotiations continue?

We understand that Greenfield South agreed to stop construction immediately.

What kind of penalty does the developer face if they don't stop construction?

The developer will not be able to recover its costs of ongoing construction. We expect Greenfield to stop construction.

How much will the construction completed to date cost ratepayers?

The developer will not be able to recover its costs of ongoing construction.

Why did it take so long to stop construction?

Discussions began as soon as they could between OPA and Greenfield South. The agreement to stop construction is the result of those discussions.

Contract Termination

Has the contract been terminated?

The OPA is working hard to come to a fair resolution. Unfortunately, after several weeks of discussion with the corporate owners of the plant, they have not agreed to stop construction and relocate. Not proceeding with the contract is simply the next step in the process to ensure ratepayers are protected.

Who terminated the contract?

The Ontario Power Authority informed the corporation that it will not proceed with its contract. Not proceeding with the contract is simply the next step in the process to ensure ratepayers are protected.

Why was the contract terminated? Were other solutions not viable?

We made a specific commitment to residents in Mississauga and Etobicoke to relocate the gas generating plant currently under construction. For several weeks, the Ontario Power Authority has been in discussion with the owners of the plant, they have not agreed to stop construction and relocate.

The Ontario Power Authority has informed the corporation that it is taking the next step in this process and will not proceed with its contract.

Contract negotiations are commercially sensitive. These discussions are confidential. We are confident the OPA is working in the best interests of Ontarians.

Did the OPA terminate the contract at the government's request?

The OPA, as the contract holder, has been in discussions with Greenfield South to resolve this matter in the best interests of Ontarians.

For several weeks, the Ontario Power Authority has been in discussion with the owners of the plant, they have not agreed to stop construction and relocate.

The Ontario Power Authority has informed the corporation that it is taking the next step in this process and will not proceed with its contract. Not proceeding with the contract is simply the next step in the process to ensure ratepayers are protected.

Why wasn't the contract terminated sooner?

Discussions began as soon as they could between OPA and Greenfield South. We want to resolve this in a fair way and these discussions take time. This is simply the

next step in the process to ensure ratepayers are protected. This decision is the result of those discussions.

If the OPA is terminating the contract, how can you get the company to work with the OPA to relocate the site?

The OPA will pursue further discussions with Greenfield South.

Will Greenfield South be the company to build the relocated plant?

Ontario families and businesses need a reliable supply of clean power for our homes and businesses. Discussions are ongoing - Wwe intend to honour our commitment to relocate the gas generation plant. Ontario families need a reliable supply of clean power for our homes and businesses. The best interests of Ontarians and their communities are our primary priority.

Will you put this back out to tender?

Ontario families and businesses need a reliable supply of clean power for our homes and businesses Discussions are ongoing - .- Www intend to honour our commitment to relocate the gas generation plant as quickly as possible. The best interests of Ontarians and their communities are our primary priority.

What is the process for finding another site?

The OPA is best able to answer this. We can confirm that the site selection will include public consultation.

How come you've cancelled the plants in Mississauga and Oakville but not in Northern York Region?

These are two very different situations.

We made a specific commitment to the residents of Mississauga during the election, and Mississauga voters overwhelmingly agreed with our commitment to relocate the gas generating plant. We intend to honour our commitment

The OPA has advised that Southwest GTA's local reliability issues can be addressed through building transmission. Transmission projects were rejected by the people of Northern York Region, and a generating facility is required immediately in the region to meet North American standards for reliability.

Construction

Now that the OPA has terminated the contract, will work stop at the site?

The OPA has notified the developer that it is not proceeding with the contract. The OPA has asked the developer to stop work at the site.

Will legislation be required to stop construction?

The OPA has notified the developer that it is not proceeding with the contract. The OPA requires the developer to stop work at the site.

Legislation was an option, however, we were hopeful that Greenfield South would work with the OPA to find satisfactory resolution.

For several weeks, the Ontario Power Authority has been in discussion with the owners of the plant, they have not agreed to stop construction and relocate.

The Ontario Power Authority has informed the corporation that it is taking the next step in this process and will not proceed with its contract.

Minister, your spokesperson said that legislation was not needed, is this true?

Legislation was an option, however, we were hopeful that Greenfield South would work with the OPA to find satisfactory resolution.

Contract Value

Why should anyone want to contract with OPA or government after this?

The government and our agencies have successful track records for negotiating and fulfilling contracts in the best interest of Ontario taxpayers. This is a unique case, and these circumstances do not apply to other contracts or issues.

Like any other business, energy partners work together to respond to changing conditions. Contracts are renegotiated or terminated on a small and large scale across businesses of all types.

What's the status of negotiations with TransCanada?

Discussions with TransCanada continue. We do not have an update at this time.

Will the cost of these contract cancellations be made public knowledge at some time?

<u>Discussions are ongoing – I can tell you Qo</u>ur government is committed to conducting business in an open and transparent manner.

If Letters Become Public

What does/do these letters mean?

We made a specific commitment to residents in Mississauga and Etobicoke to relocate the gas generating plant currently under construction. The OPA https://example.com/has-been_is-working-hard-to-come-to-a-fair resolution.

Unfortunately, after several weeks of discussion with the corporate owners of the plant, they have not agreed to stop construction and relocate. Not proceeding with the contract is simply the next step in the process to ensure ratepayers are protected.

We intend to relocate the gas generation plant and have it supplying power as quickly as possible.

Does this mean construction stops immediately?

This means the OPA will no longer proceed with the contract and Greenfield is financial liable for any further investments in the project. This is the next step in this process to minimize the cost and protect ratepayers. This in the best interests of Ontarians and their communities are our primary priority. It's important that the OPA continue to try and work with the company to resolve this in as quickly and fairly a way possible.

What kind of penalty does the developer face if they don't stop construction?

Not proceeding with the contract means Greenfield is financial liable for any further investments in the project. This next step will protect Ontario ratepayers from any future costs.

Why did negotiations fail?

For several weeks, the Ontario Power Authority has been in discussion with the owners of the plant, they have not agreed to stop construction and relocate.

The Ontario Power Authority has informed the corporation that it is taking the next step in this process and will not proceed with its contract.

Ontario families and businesses need a reliable supply of clean power for our homes and businesses. We intend to honour our commitment to relocate the gas generation plant—as quickly as possible.— The best interests of Ontarians and their communities are our primary priority.

How long did the OPA give it? How extensive have the discussions been?

There have been several weeks of discussion between the OPA and Greenfield.

They have not agreed to stop construction and relocate, and the Ontario Power Authority has informed the corporation that it is taking the next step in this process and will not proceed with its contract.

There's been strong and persistent opposition in other communities – Northern York Region for example, yet those plants are proceeding. Why are you stopping this one?

We made a specific commitment to residents in Mississauga and Etobicoke to relocate the gas generating plant currently under construction. There have been significant changes to the area since the plant was originally approved in 2004, including the construction of several residential buildings. The health and well being of Ontarians is our primary concern and Wwe listened to local concerns from all residents __, taking their concerns into consideration, including the recent development in the area we heard that our current process to locate gas plants needed to improve - we committed to relocating the plant and are reviewing the process of how gas plants are located in communities – this will guide our future plans.

What does "most appropriate way to allocate compensation between the OPA and Crown" mean?

It means that we will sit down together to determine how to share the cost of cancelling the contract, giving full recognition to ratepayer value and contractual obligations.

Exactly how much is it going to cost to cancel this contract?

The OPA is working hard to come to a fair resolution. Unfortunately, after several weeks of discussion with the corporate owners of the plant, they have not agreed to stop construction and relocate. Not proceeding with the contract is simply the next step in the process to ensure ratepayers are protected.

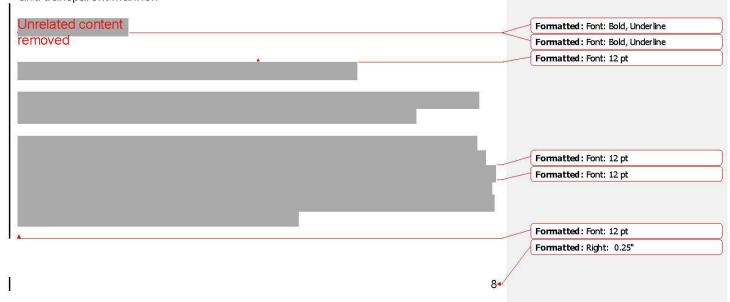
How long will settlement negotiations take? Is there a drop-dead date?

We intend to honour our commitment to relocate the gas generation plant_as quickly as possible. The OPA is working hard to come to a fair resolution. This is simply the next step in the process to ensure ratepayers are protected.

Are these letters precedent-setting? Has the Ministry or OPA sent similar letters before?

No. Such letters are not precedent-setting. This is a natural course of business and our

Our government conducts business on behalf of the people of Ontario in an open and transparent manner.







From: Gemmiti, Paola (ENERGY)

Sent: November-17-11 11:05 AM

To: Nutter, George (ENERGY)

Cc: Kovesfalvi, Sylvia (ENERGY)

Subject: Fw: Update on tomorrow

Attachments: Greenfield Q's and A's Updated - MO copy RDEB edits skedits Nov16 - 6PM.doc

Importance: High Duplicate attachment removed

Hi can you please send the latest statement to erika? Thx

Sent using BlackBerry

From: Botond, Erika (ENERGY)

To: Kovesfalvi, Sylvia (ENERGY); Kett, Jennifer (ENERGY); Dunn, Ryan (ENERGY); Kulendran, Jesse (ENERGY); Sharkawi,

Rula (ENERGY); Gemmiti, Paola (ENERGY)

Sent: Thu Nov 17 10:59:34 2011 **Subject**: Update on tomorrow

Hi folks – attached are the updated Qs and As. Please send to fact check.

This version does not include the "what if construction stops" scenario and does not need to.

Plan as it stands is tomorrow morning:

9:00 AM – second letter goes 9:30 AM – OPA statement goes 10:00 AM – Minister's statement goes out 10:15 AM – minister avail at QP

Can we see the latest version of the OPA statement.

Jesse – can we set up a quick call with Kristin to touch base about next steps and the plan for tomrrrow.

Thx, Erika

From: Sharkawi, Rula (ENERGY)
Sent: November-17-11 11:07 AM

To: Gemmiti, Paola (ENERGY); Nutter, George (ENERGY)

Subject: Fw: Update on tomorrow

Attachments: Greenfield Q's and A's Updated - MO copy RDEB edits skedits Nov16 - 6PM.doc

Importance: High Duplicate attachment removed

Paola - we need to check if the statement should be posted to newsroom. If so, Sharon Fong should be cued up.

R

From: Botond, Erika (ENERGY)

To: Kovesfalvi, Sylvia (ENERGY); Kett, Jennifer (ENERGY); Dunn, Ryan (ENERGY); Kulendran, Jesse (ENERGY); Sharkawi,

Rula (ENERGY); Gemmiti, Paola (ENERGY)

Sent: Thu Nov 17 10:59:34 2011 **Subject**: Update on tomorrow

Hi folks – attached are the updated Qs and As. Please send to fact check.

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Can we see the latest version of the OPA statement.

Jesse – can we set up a quick call with Kristin to touch base about next steps and the plan for tomrrrow.

Thx, Erika

From: Botond, Erika (ENERGY)
Sent: November-17-11 11:33 AM

To: Kovesfalvi, Sylvia (ENERGY); Dunn, Ryan (ENERGY); Kett, Jennifer (ENERGY)

Cc: Kulendran, Jesse (ENERGY); Nutter, George (ENERGY); Gemmiti, Paola (ENERGY)

Subject: Re: OPA Statements

To be clear - with the contract cxl'd - does that mean the opa will not work with greenfield to find a new location for sure? I thought that discussions would continue - this is just the next step to ensure ratepatyers are protected. This reads now like it's back over to the gov't to make a decision on location ...

From: Kovesfalvi, Sylvia (ENERGY)

To: Botond, Erika (ENERGY); Dunn, Ryan (ENERGY); Kett, Jennifer (ENERGY)

Cc: Kulendran, Jesse (ENERGY); Nutter, George (ENERGY); Gemmiti, Paola (ENERGY)

Sent: Thu Nov 17 11:18:06 2011

Subject: OPA Statements

Hi all – Below are the latest versions of OPA statements I have – Jesse do you have anything more recent?

OPA DRAFT- 15 NOV 2011 -2:00 pm - OPA NOT PROCEEDING WITH CONTRACT FOR MISSISSAUGA POWER PLANT

TORONTO, November 16, 2011- The Ontario Power Authority announced today, that despite best efforts to work with Greenfield South Power Corporation, is not proceeding with the contract for Greenfield's Mississauga power plant..

After several weeks of discussions it has become clear that Greenfield South has no intent to consider relocation and continues construction. In light of this, the company has been notified that OPA is not proceeding with the contract. Greenfield is financially liable for any further investments in the project.

The OPA will continue to work with the government to identify another site for the gas plant based on local generation needs and transmission and distribution support to ensure a long-term reliable supply of electricity.

OPA Statement – 16 NOV 2011 - In the event construction stops/negotiations continue (which I understand is now off the table):

OPA has reached an agreement with Greenfield Power Corporation to immediately stop construction of Greenfield's power plant in Mississauga. OPA and Greenfield are now negotiating an agreement to relocate the plant. OPA will not make any further comments while the negotiations are underway.

From: Kovesfalvi, Sylvia (ENERGY)
Sent: November-17-11 11:38 AM

To: McMichael, Rhonda (CAB); Gemmiti, Paola (ENERGY); Sharkawi, Rula (ENERGY)

Subject: RE: Update

Attachments: 2011-11-16 Minister's Statement - construction stops - ENERGY.DOC; 2011-11-16

Minister's Statement - ENERGY.DOC; Greenfield Q's and A's Updated - MO copy RDEB

edits skedits Nov16 - 6PM.DOC

Duplicate attachment removed (Qs and As)

Hi Rhonda - here are the MO approved statements (now in translation).

I just received MO's changes to QA, which I'm now pushing through fact-check and will then incorporate into our master KM/QA document. So the target ETA on master KM/QA is about 2pm this aft.

In case it's helpful to you, here is MO's draft QA (they are using a different format but the messaging/QA are the same).

-----Original Message-----

From: McMichael, Rhonda (CAB) Sent: November 17, 2011 11:34 AM

To: Gemmiti, Paola (ENERGY); Sharkawi, Rula (ENERGY); Kovesfalvi, Sylvia (ENERGY)

Subject: Update

Hi - let me know eta of MO approved statements and q/a thanks.





STATEMENT FROM ONTARIO MINISTER OF ENERGY CHRIS BENTLEY

November XX, 2011

We made a specific commitment to residents in Mississauga and Etobicoke to relocate the gas generating plant currently under construction.

Over the last several weeks, the Ontario Power Authority has been in discussions with Greenfield South. Today, the OPA notified me that Greenfield has agreed to stop construction immediately.

We are pleased with this progress. We listened to local concerns from all residents, taking into consideration the changes in the area, including residential development since the plant was proposed.

We heard that our current process to locate gas plants needed to improve - we committed to relocating the plant and are reviewing the process of how gas plants are located in communities – this will guide our future plans. The best interests of Ontarians and their communities are our number one priority.

For media inquiries call: Jennifer Kett, Minister's Office, 416-327-6747 Jennifer.kett@ontario.ca

ontario.ca/energy-news
Disponible en français

Paul Gerard, Communications Branch, 416-327-7226 Paul.gerard@ontario.ca

For public inquiries call:

1-888-668-4636 TTY: 1-800-239-4224





Ministry of Energy

STATEMENT FROM ONTARIO MINISTER OF ENERGY CHRIS BENTLEY

November XX, 2011

We made a specific commitment to residents in Mississauga and Etobicoke to relocate the gas generating plant currently under construction.

We listened to local concerns from all residents, taking into consideration the changes in the area, including residential development since the plant was proposed.

We heard that our current process to locate gas plants needed to improve - we committed to relocating the plant and are reviewing the process of how gas plants are located in communities – this will guide our future plans. The best interests of Ontarians and their communities are our number one priority.

After several weeks of discussions between the Ontario Power Authority and the owners of the plant, no agreement has been reached to stop construction and relocate.

The Ontario Power Authority has informed the corporation that it is taking the next step in this process and is not proceeding with its contract.

Ontario families and businesses need a reliable supply of clean power for our homes and businesses - we intend to honour our commitment to relocate the gas generation plant as quickly as possible.

For media inquiries call: Jennifer Kett, Minister's Office, 416-327-6747 Jennifer.kett@ontario.ca ontario.ca/energy-news
Disponible en français

Paul Gerard, Communications Branch, 416-327-7226 Paul.gerard@ontario.ca

For public inquiries call: 1-888-668-4636 TTY: 1-800-239-4224

Cayley, Daniel (ENERGY)

From: Calwell, Carolyn (ENERGY)
Sent: November-17-11 11:39 AM

To: Lindsay, David (ENERGY); Jennings, Rick (ENERGY); Silva, Joseph (ENERGY)

Cc: Perun, Halyna N. (ENERGY)
Subject: FW: Draft Agreement

Attachments: DRAFT Construction Stoppage and Settlement Agreement.docx, image001.gif

gif attachment is image below

We received the attached draft Construction Stoppage and Settlement Agreement from the OPA last evening and understand that this draft has been sent to Greenfield.

This agreement would require Greenfield to:

- immediately cease construction of the plant and demobilize from site
- maintain the safety and security of the site
- seek to have its environmental approval and its generation license cancelled

The OPA would be required to:

- pay Greenfield its costs of ceasing construction and demobilizing and costs of maintaining safety and security of the site
- provide a letter of credit (amount to be determined) that Greenfield can draw upon if the OPA doesn't pay the
 costs in the bullet above

All of Greenfield's costs may be verified through documentation and audit.

The Keele Valley claims would be settled for \$10M to be paid from the OEFC to Eastern Power and the related litigation would be dismissed.

The Clean Energy Supply (ARCES) contract between Greenfield and the OPA would be suspended for the duration of this Construction Stoppage and Settlement Agreement. The parties agree to work together in good faith to negotiate the mutual termination of the ARCES agreement and negotiate a new contract for a facility at a different location.

All discussions in relation to this agreement and in relation to the ARCES contract are confidential. Greenfield and the OPA may make a public announcement that they have entered into an agreement that provides for the permanent end to construction, the revocation of environmental approvals and licenses and further negotiation to determine the resolution of the cancellation of the facility.

The agreement has a term of 60 days, which may be extended for an additional 60 days. When this agreement expires, the ARCES Contract is terminated and the OPA and Greenfield shall commence a dispute resolution process (that ultimately includes arbitration) to determine the compensation owed to Greenfield.

We haven't heard of Greenfield's response (if any). We will follow up with Mike Lyle.

Carolyn

From: Michael Lyle [mailto:Michael.Lyle@powerauthority.on.ca]

Sent: November 16, 2011 5:34 PM

To: Perun, Halyna N. (ENERGY); Calwell, Carolyn (ENERGY)

Subject: Draft Agreement

This was sent to Greenfield late this afternoon.

Michael Lyle General Counsel and Vice President Legal, Aboriginal & Regulatory Affairs Ontar o Power Authority 120 Adelaide Street West, Suite 1600 Toronto, Ontario, M5H 1T1

Direct: 416-969-6035 Fax: 416.969.6383

Email: michael.lyle@powerauthority.on.ca

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CONSTRUCTION STOPPAGE AND SETTLEMENT AGREEMENT

DRAFT: NOVEMBER 16, 2011

This Construction Stoppage and Settlement Agreement (the "Agreement") is dated as of the ● day of November, 2011 (the "Effective Date") between Greenfield South Power Corporation ("Greenfield"), the Ontario Power Authority (the "OPA") and Eastern Power Limited ("Eastern Power"). Greenfield, the OPA and Eastern Power are each referred to as a "Party" and collectively as the "Parties".

WHEREAS the OPA and Greenfield executed a Clean Energy Supply Contract dated as of the 12th day of April, 2005 and amended and restated as of the 16th day of March, 2009 (the "ARCES Contract");

AND WHEREAS in response to the local community's concerns about the Greenfield South Generating Station, the Government committed to relocate the plant;

AND WHEREAS Greenfield has agreed to stop construction work on the Facility on the terms and conditions set forth in this Agreement;

NOW THEREFORE, in consideration of the mutual agreements set forth herein and other good and valuable consideration, the receipt and sufficiency of which are hereby acknowledged, and intending to be legally bound, the Parties agree as follows:

ARTICLE 1 INTERPRETATION

1.1 Definitions

In addition to the terms defined elsewhere herein, the following capitalized terms shall have the meanings stated below when used in this Agreement:

"Business Day" means a day, other than a Saturday or Sunday or statutory holiday in the Province of Ontario or any other day on which banking institutions in Toronto, Ontario are not open for the transaction of business.

"Confidential Information" means this Agreement, any prior drafts of this Agreement and correspondence related to this Agreement, any arbitration pursuant to this Agreement (including, without limitation, the proceedings, written materials and any decision) and all information that has been identified as confidential and which is furnished or disclosed by the Disclosing Party and its Representatives to the Receiving Party and its Representatives in connection with this Agreement, whether before or after its execution, including all new information derived at any time from any such confidential information, but excluding: (i) publicly-available information, unless made public by the Receiving Party or its Representatives in a manner not permitted by this Agreement; (ii) information already known to the Receiving Party prior to being furnished by the Disclosing Party; and (iii) information disclosed to the Receiving Party from a source other than the Disclosing Party or its Representatives, if such source is not subject to any agreement with the Disclosing Party prohibiting such disclosure to the Receiving Party; and (iv) information that is independently developed by the Receiving Party.

"Contractor" means any Person engaged to perform work on the Facility.

"Control" means, with respect to any Person at any time, (i) holding, whether directly or indirectly, as owner or other beneficiary, other than solely as the beneficiary of an unrealized security interest, securities or ownership interests of that Person carrying votes or ownership interests sufficient to elect or appoint fifty percent (50%) or more of the individuals who are responsible for the supervision or management of that Person, or (ii) the exercise of *de facto* control of that Person, whether direct or indirect and whether through the ownership of securities or ownership interests, by contract or trust or otherwise.

"Credit Facility" means any loans, notes, bonds or debentures or other indebtedness, liabilities or obligations, for the financing of the Facility, which include a charge, mortgage, pledge, security interest, assignment, sublease, deed of trust or similar instrument with respect to all or any part of the Supplier's Interest granted by the Supplier that is security for any indebtedness, liability or obligation of the Supplier, together with any amendment, change, supplement, restatement, extension, renewal or modification thereof.

"Disclosing Party", with respect to Confidential Information, is the Party providing or disclosing such Confidential Information and may be the OPA, Greenfield or Eastern Power, as applicable.

"Facility" means the natural gas fuelled combined cycle generating facility being constructed at 2315 Loreland Avenue, Mississauga, ON, L4X 2A6, commonly known as Greenfield South Generating Station.

"Government of Ontario" means Her Majesty the Queen in right of Ontario.

"Governmental Authority" means any federal, provincial, or municipal government, parliament or legislature, or any regulatory authority, agency, tribunal, commission, board or department of any such government, parliament or legislature, or any court or other law, regulation or rule-making entity, having jurisdiction in the relevant circumstances, including the Independent Electricity System Operator, the Ontario Energy Board, the Electrical Safety Authority, and any Person acting under the authority of any Governmental Authority, but excluding the Ontario Power Authority.

"Person" means a natural person, firm, trust, partnership, limited partnership, company or corporation (with or without share capital), joint venture, sole proprietorship, Governmental Authority or other entity of any kind.

"Receiving Party", with respect to Confidential Information, is the Party or Parties receiving Confidential Information and may be OPA, Greenfield and Eastern Power, as applicable.

"Representatives" means a Party's directors, officers, employees, auditors, consultants (including economic and legal advisors), contractors and agents and those of its affiliates and, in the case of the OPA, shall include the Government of Ontario and any corporation owned or Controlled by the Government of Ontario, and their respective directors, officers, employees, auditors, consultants (including economic and legal advisors), contractors and agents.

"Secured Lender" has the meaning given to that term in the ARCES Contract.

"Secured Lender's Security Agreement" has the meaning given to that term in the ARCES Contract.

"Site" means the location of the Facility and includes any laydown lands in the vicinity of the Facility.

"Supplier" means any Person engaged to supply any materials, products, equipment, machinery, components or apparatus for the Facility.

"Supplier's Interest" means the right, title and interest of Greenfield in or to the Facility and the ARCES Contract, or any benefit or advantage of any of the foregoing.

1.2 Exhibits

The following Exhibits are attached to and form part of this Agreement:

Exhibit A	Form of Irrevocable Standby Letter of Credit
Exhibit B	Full and Final Release
Exhibit C	Copy of Environmental Compliance Approval number 2023-7HUMVW
Exhibit D	Copy of Electricity Generation Licence EG-2009-0023

1.3 Headings

The inclusion of headings in this Agreement are for convenience of reference only and shall not affect the construction or interpretation of this Agreement.

1.4 Gender and Number

In this Agreement, unless the context otherwise requires, words importing the singular include the plural and vice versa and words importing gender include all genders.

1.5 Currency

Except where otherwise expressly provided, all amounts in this Agreement are stated, and shall be paid, in Canadian dollars and cents.

1.6 Entire Agreement

This Agreement constitutes the entire agreement between the Parties pertaining to the subject matter of this Agreement. There are no warranties, conditions, or representations (including any that may be implied by statute) and there are no agreements in connection with the subject matter of this Agreement except as specifically set forth or referred to in this Agreement. No reliance is placed on any warranty, representation, opinion, advice or assertion of fact made by a Party to this Agreement, or its directors, officers, employees or agents, to the other Party to this Agreement or its directors, officers, employees or agents, except to the extent that the same has been reduced to writing and included as a term of this Agreement.

1.7 Waiver, Amendment

Except as expressly provided in this Agreement, no amendment or waiver of any provision of this Agreement shall be binding unless executed in writing by the Party to be bound thereby. No waiver of any provision of this Agreement shall constitute a waiver of any other provision nor shall any waiver of any provision of this Agreement constitute a continuing waiver or operate as a waiver of, or estoppel with respect to, any subsequent failure to comply unless otherwise expressly provided.

1.8 Governing Law

This Agreement shall be governed by and construed in accordance with the laws of the Province of Ontario and the laws of Canada applicable therein.

1.9 Preparation of Agreement

Notwithstanding the fact that this Agreement was drafted by the OPA's legal and other professional advisors, the Parties acknowledge and agree that any doubt or ambiguity in the meaning, application or enforceability of any term or provision of this Agreement shall not be construed or interpreted against the OPA or in favour of Eastern Power or Greenfield when interpreting such term or provision, by virtue of such fact.

1.10 Severability of Clauses

If, in any jurisdiction, any provision of this Agreement or its application to any Party or circumstance is restricted, prohibited or unenforceable, the provision shall, as to that jurisdiction, be ineffective only to the extent of the restriction, prohibition or unenforceability without invalidating the remaining provisions of this Agreement and without affecting its application to other Parties or circumstances.

1.11 Exclusion of Consequential Damages

Notwithstanding anything contained herein to the contrary, no Party to this Agreement will be liable under this Agreement or under any cause of action relating to the subject matter of this Agreement for any special, indirect, incidental, punitive, exemplary or consequential damages, including loss of profits, loss of use of any property or claims of customers or contractors of the Parties for any such damages.

ARTICLE 2 COVENANTS

2.1 Cessation of Construction

(a) Greenfield shall forthwith cease construction of the Facility and any part thereof and shall cause all of its Contractors to cease any work related to the Facility and fully demobilize from the Site, other than any activities that may be reasonably necessary in the circumstances to bring such work to a conclusion. Greenfield shall also cause all of its Suppliers to forthwith cease manufacturing any materials, products, equipment, machinery, components or apparatus to be incorporated into the Facility, other than the gas turbines, and shall not permit any

materials, products, equipment, machinery, components or apparatus to be delivered to the Site during the term of this Agreement. For greater certainty, Greenfield shall not permit the delivery of the gas turbines to the Site.

- (b) Notwithstanding Section 2.1(a), Greenfield shall, or shall cause a Contractor to (i) maintain safety and security of the Site consistent with the standards to which safety and security of the Site was maintained prior to the Effective Date, (ii) fulfill all applicable obligations under the *Occupational Health and Safety Act* (Ontario), and (iii) maintain insurance coverage in accordance with Section 2.10 of the ARCES Contract.
- (c) Within thirty (30) days after the Effective Date,
 - (i) Greenfield shall apply for a review of Environmental Compliance Approval number 2023-7HUMVW (a copy of which is attached as Exhibit C) pursuant to section 20.4(1) of the *Environmental Protection Act* (Ontario) and request that such approval be revoked without the issuance of a new approval; and
 - (ii) Greenfield shall request in writing that Electricity Generation Licence EG-2009-0023 (a copy of which is attached as Exhibit D) be cancelled pursuant to section 77(5) of the *Ontario Energy Board Act*, 1998.

In both cases, to the extent permitted, Greenfield shall request that consideration of the application or request be expedited.

(d) Greenfield shall not at any time reapply for an electricity generation licence or an environmental compliance approval for the Facility or for any other electricity generation facility at the Site.

2.2 Payment of Costs

- (a) The OPA shall, within 30 days after receipt of a detailed invoice from Greenfield, reimburse Greenfield for all reasonable, out-of-pocket costs (i) incurred by Greenfield in complying with its obligations set out in Section 2.1(a) and Section 2.1(b) and (ii) incurred by Greenfield for the construction of the Facility prior to the Effective Date and becoming due on or after the Effective Date, which have not been paid and are not the subject of an advance or a draw on any Credit Facility.
- (b) The Parties acknowledge that the OPA has, upon execution of this Agreement, provided to Greenfield, security for the performance of the OPA's obligation set out in Section 2.2(a) in an amount equal to \$[●] in the form attached as Exhibit A (the "Cessation Costs Security"). If the OPA fails to pay any undisputed amount when due in accordance with Section 2.2(a), Greenfield shall have the right to draw such unpaid amount from the Cessation Costs Security, provided that Greenfield provides the OPA with ten (10) Business Days' prior notice of its intent to draw on the Cessation Costs Security and at the end of such notice period such unpaid amount remains outstanding.

2.3 Settlement of the Keele Valley Claims

Upon execution of this Agreement, the OPA shall cause the Ontario Electricity Financial Corporation to pay to Eastern Power the sum of ten million dollars (\$10,000,000.00) and to execute the "Full and Final Mutual Release" attached as Exhibit B, and Eastern Power shall execute the "Full and Final Mutual Release" attached as Exhibit B. Eastern Power shall forthwith obtain an order dismissing the following proceedings on a without cost basis: (i) in the Ontario Superior Court, Court File No. 98-CV-152604, (ii) in the Court of Appeal for Ontario, Docket No. C49598, and (iii) Ontario Court of Justice (General Division) Court File No. RE7280/96.

2.4 ARCES Contract

By entering into this Agreement, neither Greenfield nor the OPA waives any provision of the ARCES Contract, provided that the obligations of Greenfield and the OPA under the ARCES Contract shall be suspended during the term of this Agreement, except as otherwise set out herein. For greater certainty, the OPA and Greenfield agree that the ARCES Contract continues to be in full force and effect.

2.5 Credit Facilities

- (a) Greenfield agrees to promptly seek the consent of any Secured Lenders to the entering into of this Agreement by the OPA and Greenfield. Greenfield and the OPA agree to negotiate in good faith any reasonable amendments to this Agreement requested by the Secured Lenders.
- (b) Upon the OPA's request, Greenfield agrees to do all such acts and execute and deliver or cause to be done, executed or delivered all such further acts, deeds, documents, consents, assurances and things as may be required in order for the OPA to take an assignment of all of the rights, interests, obligations and benefits of all of the Secured Lenders under the applicable Credit Facilities and Secured Lender's Security Agreements in exchange for the OPA paying to the Secured Lender all accrued and unpaid interest and any reasonable make whole payments or breakage fees (less any breakage benefits) which Greenfield is obliged to pay to the Secured Lenders pursuant to the Credit Facilities, together with the outstanding principal amount of the debt funded under the Credit Facilities. The OPA agrees that following any such assignment it shall not initiate any enforcement proceedings against Greenfield under the assigned Credit Facilities and Secured Lenders Security Agreements.
- (c) Following any assignment of the Credit Facilities and Secured Lender's Security Agreements to the OPA, Greenfield agrees, upon the OPA's request, to do all such further acts and execute and deliver or cause to be done, executed or delivered all such further acts, deeds, documents, consents, assurances and things as may be required in order for the OPA to assign the Credit Facilities and Secured Lender's Security Agreements to the Government of Ontario or to any corporation owned or Controlled by the Government of Ontario.

2.6 Good Faith Negotiations

The OPA and Greenfield agree to work together in good faith to negotiate the definitive form of an agreement for the mutual termination of the ARCES Contract and to negotiate terms of a new contract for a facility in a different location.

ARTICLE 3 CONFIDENTIALITY, FIPPA AND PRIVILEGED COMMUNICATIONS

3.1 Confidential Information

From the Effective Date to and following the expiry of the term, the Receiving Party shall keep confidential and secure and not disclose Confidential Information, except as follows:

- (a) The Receiving Party may disclose Confidential Information to its Representatives for the purpose of assisting the Receiving Party in complying with its obligations under this Agreement. On each copy made by the Receiving Party, the Receiving Party must reproduce all notices which appear on the original. The Receiving Party shall inform its Representatives of the confidentiality of Confidential Information and shall be responsible for any breach of this Article 3 by any of its Representatives.
- (b) If the Receiving Party or any of its Representatives are requested or required (by oral question, interrogatories, requests for information or documents, court order, civil investigative demand, or similar process) to disclose any Confidential Information in connection with litigation or any regulatory proceeding or investigation, or pursuant to any applicable law, order, regulation or ruling, the Receiving Party shall promptly notify the Disclosing Party. Unless the Disclosing Party obtains a protective order, the Receiving Party and its Representatives may disclose such portion of the Confidential Information to the Party seeking disclosure as is required by law or regulation in accordance with Section 3.2.

3.2 Notice Preceding Compelled Disclosure

If the Receiving Party or any of its Representatives are requested or required to disclose any Confidential Information, the Receiving Party shall promptly notify the Disclosing Party of such request or requirement so that the Disclosing Party may seek an appropriate protective order or waive compliance with this Agreement. If, in the absence of a protective order or the receipt of a waiver hereunder, the Receiving Party or its Representatives are compelled to disclose the Confidential Information, the Receiving Party and its Representatives may disclose only such of the Confidential Information to the Party compelling disclosure as is required by law only to such Person or Persons to which the Receiving Party is legally compelled to disclose and, in connection with such compelled disclosure, the Receiving Party and its Representatives shall provide notice to each such recipient (in co-operation with legal counsel for the Disclosing Party) that such Confidential Information is confidential and subject to non-disclosure on terms and conditions equal to those contained in this Agreement and, if possible, shall obtain each recipient's written agreement to receive and use such Confidential Information subject to those terms and conditions.

3.3 Return of Information

Upon written request by the Disclosing Party, Confidential Information provided by the Disclosing Party in printed paper format or electronic format will be returned to the Disclosing Party and Confidential Information transmitted by the Disclosing Party in electronic format will be deleted from the emails and directories of the Receiving Party's and its Representatives' computers; provided, however, any Confidential Information (i) found in drafts, notes, studies and other documents prepared by or for the Receiving Party or its Representatives, or (ii) found in electronic format as part of the Receiving Party's off-site or on-site data storage/archival process system, will be held by the Receiving Party and kept subject to the terms of this Agreement or destroyed at the Receiving Party's option. Notwithstanding the foregoing, a Receiving Party shall be entitled to make at its own expense and retain one copy of any Confidential Information materials it receives for the limited purpose of discharging any obligation it may have under laws and regulations, and shall keep such retained copy subject to the terms of this Article 3.

3.4 FIPPA Records and Compliance

The Parties acknowledge and agree that the OPA is subject to the Freedom of Information and Protection of Privacy Act (Ontario) ("FIPPA") and that FIPPA applies to and governs all Confidential Information in the custody or control of the OPA ("FIPPA Records") and may, subject to FIPPA, require the disclosure of such FIPPA Records to third parties. Greenfield and Eastern Power agree to provide a copy of any FIPPA Records that it previously provided to the OPA if Greenfield or Eastern Power, as applicable, continues to possess such FIPPA Records in a deliverable form at the time of the OPA's request. If Greenfield or Eastern Power, as applicable, does possess such FIPPA Records in a deliverable form, it shall provide the same within a reasonable time after being directed to do so by the OPA. The provisions of this section shall survive any termination or expiry of this Agreement and shall prevail over any inconsistent provisions in this Agreement.

3.5 Privileged Communications

- (a) The Parties agree that all discussions, communications and correspondence between the Parties or their Representatives from and after the date of this Agreement, whether oral or written, and whether Confidential Information or not, in connection with the termination of the ARCES Contract or otherwise relating to any differences between the Parties respecting the ARCES Contract or relating to other projects or potential opportunities being discussed between the Parties are without prejudice and privileged.
- (b) Notwithstanding Section 3.5(a), nothing in this Agreement shall prevent Greenfield and the OPA from communicating with one another on a with prejudice basis at any point in time by designating its communication, whether oral or written, as a "with prejudice" communication, provided that such "with prejudice" communication does not include or refer, either directly or indirectly, to any without prejudice and privileged discussions, communications and correspondence.

ARTICLE 4 TERM AND EXPIRY

4.1 Term and Expiry

- (a) This Agreement shall be effective from the Effective Date for a period of 60 days, provided that the term may be extended once by an additional period of 60 days by either the OPA or Greenfield providing the other Parties with written notice no less than five (5) Business Days prior to the expiry of the original term.
- (b) Upon expiry of this Agreement, following any extension exercised in accordance with Section 4.1(a):
 - (i) the ARCES Contract shall be terminated and Greenfield and the OPA shall commence dispute resolution pursuant to Article 6 to determine the amount owed by the OPA to Greenfield, which amount shall be determined as though the termination of the ARCES Contract was a termination by Greenfield pursuant to Section 10.4(a)(i) of the ARCES Contract;
 - (ii) Greenfield shall promptly return any undrawn portion of the Cessation Costs Security to the OPA; and
 - (iii) subject to Section 7.10, no Party shall have any further obligations hereunder.

ARTICLE 5 NOTICES

5.1 Notices

(a) All notices pertaining to this Agreement shall be in writing and shall be addressed as follows:

If to Greenfield: Greenfield South Power Corporation

2275 Lakeshore Blvd. West

Suite 400

Toronto, Ontario M8V 3Y3

Attention: Greg Vogt, President Facsimile: (416) 234-8336

(110) 20 (

and to: McMillan LLP

Brookfield Place

181 Bay Street, Suite 2500 Toronto, Ontario M5J 2T7

Attention: Carl DeVuono Facsimile: (416) 304-3755

Draft

If to Eastern Power: Eastern Power Limited

2275 Lakeshore Blvd. West

Suite 400

Toronto, Ontario M8V 3Y3

Attention: Greg Vogt, President Facsimile: (416) 234-8336

and to: McMillan LLP

Brookfield Place

181 Bay Street, Suite 2500 Toronto, Ontario M5J 2T7

Attention: Carl DeVuono Facsimile: (416) 304-3755

If to the OPA: Ontario Power Authority

120 Adelaide Street West

Suite 1600

Toronto, Ontario

M5H 1T1

Attention: Michael Lyle, General Counsel

Facsimile: (416) 969-6071

Either Party may, by written notice to the other Parties, change the address to which notices are to be sent.

(b) Notices shall be delivered or transmitted by facsimile, by hand, or by courier, and shall be considered to have been received by the other Party on the date of delivery if delivered prior to 5:00 p.m. (Toronto time) on a Business Day and otherwise on the next following Business Day, provided that any notice given pursuant to Section 2.2(b) shall be sent by facsimile and by courier.

ARTICLE 6 DISPUTE RESOLUTION

6.1 Informal Dispute Resolution

If any Party considers that a dispute has arisen under or in connection with this Agreement that the Parties cannot resolve, then such Party may deliver a notice to the affected Party or Parties describing the nature and the particulars of such dispute. Within ten (10) Business Days following delivery of such notice to the affected Party or Parties, a senior executive (Senior Vice-President or higher) from each affected Party shall meet, either in person or by telephone (the "Senior Conference"), to attempt to resolve the dispute. Each senior executive shall be prepared to propose a solution to the dispute. If, following the Senior Conference, the dispute is not resolved, the dispute shall be settled by arbitration pursuant to Section 6.2.

6.2 Arbitration

Any matter in issue between the Parties as to their rights under this Agreement shall be decided by arbitration pursuant to this Section 6.2, provided, however, that the Parties have first completed a Senior Conference pursuant to Section 6.1. Any dispute to be decided in accordance with this Section 6.2 will be decided by a single arbitrator appointed by the Parties or, if such Parties fail to appoint an arbitrator within fifteen (15) days following the reference of the dispute to arbitration, upon the application of any of the Parties, the arbitrator shall be appointed by a Judge of the Superior Court of Justice (Ontario) sitting in the Judicial District of The arbitrator shall not have any current or past business or financial Toronto Region. relationships with any Party (except prior arbitration). The arbitrator shall provide each of the Parties an opportunity to be heard and shall conduct the arbitration hearing in accordance with the provisions of the Arbitration Act, 1991 (Ontario). Unless otherwise agreed by the Parties, the arbitrator shall render a decision within ninety (90) days after the end of the arbitration hearing and shall notify the Parties in writing of such decision and the reasons therefor. The arbitrator shall be authorized only to interpret and apply the provisions of this Agreement and shall have no power to modify or change this Agreement in any manner. The decision of the arbitrator shall be conclusive, final and binding upon the Parties. The decision of the arbitrator may be appealed solely on the grounds that the conduct of the arbitrator, or the decision itself, violated the provisions of the Arbitration Act, 1991 (Ontario) or solely on a question of law as provided for in the Arbitration Act, 1991 (Ontario). The Arbitration Act, 1991 (Ontario) shall govern the procedures to apply in the enforcement of any award made. If it is necessary to enforce such award, all costs of enforcement shall be payable and paid by the Party against whom such award is enforced. Unless otherwise provided in the arbitral award to the contrary, each Party shall bear (and be solely responsible for) its own costs incurred during the arbitration process, and each Party shall bear (and be solely responsible for) its equal share of the costs of the arbitrator. Each Party shall be otherwise responsible for its own costs incurred during the arbitration process.

ARTICLE 7 MISCELLANEOUS

7.1 Default

- (a) If the OPA fails to perform any material covenant or obligation set forth in this Agreement and such failure is not remedied within five (5) Business Days after written notice of such failure from Greenfield, such failure shall constitute a "Buyer Event of Default" under the ARCES Contract and shall entitle Greenfield to exercise any remedies thereunder in connection with such default.
- (b) If Greenfield fails to perform any material covenant or obligation set forth in this Agreement and such failure is not remedied within five (5) Business Days after written notice of such failure from the OPA, such failure shall constitute a "Supplier Event of Default" under the ARCES Contract and shall entitle the OPA to exercise any remedies thereunder in connection with such default.

7.2 Injunctive and Other Relief

Greenfield acknowledges that a breach of this Agreement by Greenfield, including, without limitation, Section 2.1, Article 3, or any attempt to draw on the Cessation Costs Security not in accordance with this Agreement shall cause irreparable harm to the OPA, and that the injury to the OPA shall be difficult to calculate and inadequately compensable in damages. Greenfield agrees that the OPA is entitled to obtain injunctive relief (without proving any damage sustained by it) or any other remedy against any actual or potential breach of the provisions of this Agreement by Greenfield.

7.3 Record Retention; Audit Rights

Greenfield shall keep complete and accurate records and all other data required for the purpose of proper administration of this Agreement. All such records shall be maintained as required by laws and regulations but for no less than for seven (7) years after the creation of the record or data. Greenfield, on a confidential basis as provided for in Article 3 of this Agreement, shall provide reasonable access to the relevant and appropriate financial and operating records and data kept by it relating to this Agreement reasonably required for the OPA to (i) comply with its obligations to Governmental Authorities, (ii) verify or audit billings or to verify or audit information provided in accordance with this Agreement, and (iii) perform any due diligence regarding the Credit Facilities required by the OPA to determine whether to exercise its rights set out in Section Error! Reference source not found. The OPA may use its own employees for purposes of any such review of records provided that those employees are bound by the confidentiality requirements provided for in Article 3. Alternatively, the OPA may at its own expense appoint an auditor to conduct its review.

7.4 Inspection of Site

- (a) The OPA and its authorized agents and Representatives shall, at all times upon two (2) Business Days' prior notice, at any time after execution of this Agreement, have access to the Site and every part thereof during regular business hours and Greenfield shall, and shall cause all personnel at the Site to furnish the OPA with all reasonable assistance in inspecting the Site for the purpose of ascertaining compliance with this Agreement; provided that such access and assistance shall be carried out in accordance with and subject to the reasonable safety and security requirements of Greenfield.
- (b) The inspection of the Site by or on behalf of the OPA shall not relieve Greenfield of any of its obligations to comply with the terms of this Agreement. In no event will any inspection by the OPA hereunder be a representation that there has been or will be compliance with this Agreement and laws and regulations.

7.5 Inspection Not Waiver

Failure by OPA to inspect the Site or any part thereof under Section 7.4, or to exercise its audit rights under Section 7.3, shall not constitute a waiver of any of the rights of the OPA hereunder. An inspection or audit not followed by a notice of a default by Greenfield shall not constitute or be deemed to constitute a waiver of any such default, nor shall it constitute or be deemed to

constitute an acknowledgement that there has been or will be compliance by Greenfield with this Agreement.

7.6 No Publicity

No Party shall make any public statement or announcement regarding the existence or contents of this Agreement without, in the case of the OPA, the prior written consent of Greenfield, and in the case of Greenfield or Eastern Power, the prior written consent of the OPA. Notwithstanding the foregoing and Article 3, following execution of this Agreement, the OPA and its Representatives shall be permitted to make a public announcement that an agreement has been entered into between the OPA and Greenfield which provides for (i) the permanent cessation of work on the Facility, (ii) the rescission or revocation of the permits set out in Section 2.1(c), and (iii) further negotiations between the OPA and Greenfield to determine the ultimate resolution of the cancellation of the Facility, failing which, the ultimate resolution will be determined through binding arbitration. [NTD: This clause remains subject to further revision as the OPA has not yet finalized this language.]

7.7 Business Relationship

Each Party shall be solely liable for the payment of all wages, taxes, and other costs related to the employment by such Party of Persons who perform this Agreement, including all federal, provincial, and local income, social insurance, health, payroll and employment taxes and statutorily-mandated workers' compensation coverage. None of the Persons employed by any of the Parties shall be considered employees of any other Party for any purpose. Nothing in this Agreement shall create or be deemed to create a relationship of partners, joint venturers, fiduciary, principal and agent or any other relationship between the Parties.

7.8 Binding Agreement

Except as otherwise set out in this Agreement, this Agreement shall not confer upon any other Person, except the Parties and their respective successors and permitted assigns, any rights, interests, obligations or remedies under this Agreement. This Agreement and all of the provisions of this Agreement shall be binding upon and shall enure to the benefit of the Parties and their respective successors and permitted assigns.

7.9 Assignment

- (a) Neither this Agreement nor any of the rights, interests or obligations under this Agreement may be assigned by either Greenfield or Eastern Power, without the prior written consent of the OPA, which consent shall not be unreasonably withheld. Subject to Section 7.9(b), neither this Agreement nor any of the rights, interests or obligations under this Agreement may be assigned by the OPA, without the prior written consent of Greenfield, which consent shall not be unreasonably withheld.
- (b) The OPA shall have the right to assign this Agreement and all benefits and obligations hereunder without the consent of Greenfield or Eastern Power to the Government of Ontario or any corporation owned or Controlled by the Government of Ontario which assumes all of the obligations and liability of the

Ontario Power Authority under this Agreement and agrees to be novated into this Agreement in the place and stead of the OPA, provided that the assignee agrees in writing to assume and be bound by the terms and conditions of this Agreement, whereupon, the OPA shall be relieved of all obligations and liability arising pursuant to this Agreement.

7.10 Survival

The provisions of Section 2.1, Article 3, Section 4.1(b) and Article 6, shall survive the expiration of the term.

7.11 Counterparts

This Agreement may be executed in two or more counterparts, and all such counterparts shall together constitute one and the same Agreement. It shall not be necessary in making proof of the contents of this Agreement to produce or account for more than one such counterpart. Any Party may deliver an executed copy of this Agreement by facsimile or electronic mail but such Party shall, within ten (10) Business Days of such delivery by facsimile or electronic mail, promptly deliver to the other Party an originally executed copy of this Agreement.

7.12 Time of Essence

Time is of the essence in the performance of the Parties' respective obligations under this Agreement.

7.13 Further Assurances

Each of the Parties shall, from time to time on written request of the other Party, do all such further acts and execute and deliver or cause to be done, executed or delivered all such further acts, deeds, documents, assurances and things as may be required, acting reasonably, in order to fully perform and to more effectively implement and carry out the terms of this Agreement.

IN WITNESS WHEREOF, and intending to be legally bound, the Parties have executed this Agreement by the undersigned duly authorized representatives as of the date first stated above.

GREENFIELD SOUTH POWER CORPORATION

ONTARIO POWER AUTHORITY

Ву:		By:	
	Name: Gregory M. Vogt		Name: Colin Andersen
	Title: President		Title: Chief Executive Officer
	I have authority to bind the corporation		I have authority to bind the corporation.
EAS	STERN POWER LIMITED		
By:			
	Name: Gregory M. Vogt		
	Title: President		
	I have authority to bind the corporation		

Draft

EXHIBIT A FORM OF IRREVOCABLE STANDBY LETTER OF CREDIT

DATE OF ISSUE: •

APPLICANT: Ontario Power Authority

BENEFICIARY: Greenfield South Power Corporation

AMOUNT:

EXPIRY DATE: •

EXPIRY PLACE: Counters of the issuing financial institution in Toronto, Ontario

CREDIT RATING: [Insert credit rating only if the issuer is not a financial institution listed in

either Schedule I or II of the Bank Act

TYPE: Irrevocable Standby Letter of Credit

NUMBER:

We hereby authorize you to draw on **[insert name of financial institution and financial institution's address in Toronto, Ontario]** in respect of irrevocable standby letter of credit No. _____ (the "Credit"), for the account of the Applicant up to an aggregate amount of \$\infty\$ (\infty\$ Canadian dollars) available by your draft at sight, accompanied by:

1. A certificate signed by an officer of the Beneficiary stating that:

"The Ontario Power Authority is in breach of its obligation set out in Section 2.2(a) of the Construction Stoppage and Settlement Agreement between the Beneficiary and the Applicant, and therefore the Beneficiary is entitled to draw upon the Credit in the amount of the draft attached hereto."; and

2. A certified true copy of a letter sent by the Beneficiary to the Applicant, by facsimile to 416-969-6071 and by courier to the attention of Michael Lyle, General Counsel, 120 Adelaide Street West, Suite 1600, Toronto ON M5H 1T1, notifying the Applicant that the Beneficiary intends to draw on this Credit, together with a copy of the facsimile confirmation and courier receipt evidencing that the letter was received by the Beneficiary no less than ten (10) business days prior to the date of the draw.

Drafts drawn hereunder must bear the clause "Drawn under irrevocable Standby Letter of Credit No. [insert number] issued by [the financial institution] dated [insert date]".

Partial drawings are permitted.

This Credit is issued in connection with the Construction Stoppage and Settlement Agreement dated as of the • day of November, 2011 between the Beneficiary and the Applicant.

We agree with you that all drafts drawn under, and in compliance with the terms of this Credit will be duly honoured, if presented at the counters of [insert the financial institution and financial institution's address, which must be located in Toronto, Ontario] at or before 5:00 pm (EST) on [insert the expiry date].

This irrevocable standby letter of credit is subject to the International Standby Practices ISP 98, International Chamber of Commerce publication No. 590 and, as to matters not addressed by the ISP 98, shall be governed by the laws of the Province of Ontario and applicable Canadian federal law, and the parties hereby irrevocably agree to attorn to the non-exclusive jurisdiction of the courts of the Province of Ontario.

	-END-
[Insert name of Financial Institution]	
By:	_
Authorized Signatory	

EXHIBIT B FULL AND FINAL MUTUAL RELEASE

1. In consideration of the payment of the sum of TEN MILLION DOLLARS (\$10,000,000.00) to Eastern Power Limited, the covenants contained in this Full and Final Mutual Release, and other consideration, the receipt and sufficiency of which is hereby acknowledged,

EASTERN POWER LIMITED ("Eastern Power")

hereby releases and discharges

ONTARIO ELECTRICITY FINANCIAL CORPORATION ("OEFC"), and

each of its affiliated corporations, trusts, partnerships and other entities, and each of the respective past, present and future directors, trustees, officers, employees and agents of OEFC or any such affiliate (collectively the "Additional OEFC Releasees")

and

OEFC

hereby releases and discharges

Eastern Power, and

each of its affiliated corporations, trusts, partnerships and other entities, and each of the respective past, present and future directors, trustees, officers, employees and agents of Eastern Power or any such affiliate (collectively the "Additional Eastern Power Releasees")

of and from all claims and demands whatsoever, presently known or unknown, which Eastern Power or OEFC, as the case may be, ever had, now has or may hereafter have, arising from or in connection with or in consequence of any cause, matter or thing existing up to the date of this Full and Final Mutual Release, including, without limiting the generality of the foregoing, all claims and demands arising from or in connection with a power purchase agreement between Eastern Power and OEFC for the purchase of electricity generated from Eastern Power's site in the Keele Valley including all claims and demands which are or could have been asserted in a proceeding in the Ontario Superior Court bearing Court File No. 98-CV-152604 and a proceeding in the Court of Appeal for Ontario bearing Docket No. C49598. [NTD: There is another court proceeding between Eastern and the OEFC to be added.]

- 2. And for the said consideration,
 - (a) Eastern Power further covenants and agrees that it will not take or continue, and will not permit any entity which it now or hereafter controls to take or continue, proceedings of any kind against any person who might claim contribution, indemnity or other relief over against OEFC or any of the Additional OEFC

Releasees in respect of any matter falling within the scope of the matters described in paragraph 1. Eastern Power agrees that this Full and Final Mutual Release constitutes sufficient grounds to enjoin the taking or continuation of any such proceedings. Eastern Power further agrees to indemnify OEFC and the Additional OEFC Releasees against any loss or damages, including legal fees on a full indemnity basis, incurred by any of them in consequence of proceedings taken or continued in breach of this covenant; and

- (b) OEFC further covenants and agrees that it will not take or continue, and will not permit any entity which it now or hereafter controls to take or continue, proceedings of any kind against any person who might claim contribution, indemnity or other relief over against Eastern Power or any of the Additional Eastern Power Releasees in respect of any matter falling within the scope of the matters described in paragraph 1. OEFC agrees that this Full and Final Mutual Release constitutes sufficient grounds to enjoin the taking or continuation of any such proceedings. OEFC further agrees to indemnify Eastern Power and the Additional Eastern Power Releasees against any loss or damages, including legal fees on a full indemnity basis, incurred by any of them in consequence of proceedings taken or continued in breach of this covenant.
- 3. Each of **Eastern Power** and **OEFC** represents and warrants to the other that it has not assigned or otherwise disposed of any of the claims or demands which are the subject of this Full and Final Mutual Release.
- 4. (a) **Eastern Power** agrees that the **Additional OEFC Releasees** are third-party beneficiaries of this Full and Final Mutual Release and that it intends to confer a benefit upon each of them which is enforceable by each of them.
 - (b) **OEFC** agrees that the **Additional Eastern Power Releasees** are third-party beneficiaries of this Full and Final Mutual Release and that it intends to confer a benefit upon each of them which is enforceable by each of them.
- 5. Eastern Power and OEFC agree that neither of them, and none of the Additional Eastern Power Releasees or the Additional OEFC Releasees, admit liability in respect of the matters which are the subject of this Full and Final Mutual Release, and that such liability is expressly denied by each of them.
- 6. **Eastern Power** and **OEFC** undertake and agree to maintain confidential both the fact of the settlement, in connection with which this Full and Final Mutual Release is delivered, and the terms of such settlement, except to the extent that disclosure is required by law, provided that they may disclose the settlement and its terms to their respective professional advisers for the purpose of receiving their professional advice.
- 7. This Full and Final Mutual Release shall be governed by the laws of the Province of Ontario and the laws of Canada applicable therein. Eastern Power and OEFC attorn to the non-exclusive jurisdiction of the courts of the Province of Ontario in respect of any dispute arising from or in connection with or in consequence of this Full and Final Mutual Release.

- 8. Each of Eastern Power and OEFC acknowledges and agrees that it fully understands the terms of this Full and Final Mutual Release and has delivered same voluntarily, after receiving independent legal advice, for the purpose of making full and final compromise and settlement of the claims and demands which are the subject of this Full and Final Mutual Release.
- 9. This Full and Final Mutual Release may be executed in any number of counterparts with the same effect as if all parties had executed the same document. All counterparts shall be construed together and shall constitute one and the same Full and Final Mutual Release. Each counterpart of this Full and Final Mutual Release may be executed in either original or faxed form.

Executed as of	, 2011.
Liloudium dis OI	4 MULL

	EASTERN POWER LIMITED
Pe	r:
	I have authority to bind the corporation
	Name: Title:
	ONTARIO ELECTRICITY FINANCIAL CORPORATION
Pe	r:
	I have authority to bind the corporation
	Name: Title:

EXHIBIT C COPY OF ENVIRONMENTAL COMPLIANCE APPROVAL NUMBER 2023-7HUMVW

EXHIBIT D COPY OF ELECTRICITY GENERATION LICENCE EG-2009-0023

Cayley, Daniel (ENERGY)

From: Kovesfalvi, Sylvia (ENERGY)
Sent: November-17-11 11:40 AM

To: Calwell, Carolyn (ENERGY); Perun, Halyna N. (ENERGY)

Subject: OPA Statements

Importance: High

Hi – MO is asking whether OPA will continue to work with Greenfield to find a new location, even contract does not proceed. Our QA says discussions will continue ... can you confirm? Thanks.

From: Botond, Erika (ENERGY)
Sent: November 17, 2011 11:36 AM

To: Nutter, George (ENERGY); Kovesfalvi, Sylvia (ENERGY); Dunn, Ryan (ENERGY); Kett, Jennifer (ENERGY)

Cc: Kulendran, Jesse (ENERGY); Gemmiti, Paola (ENERGY)

Subject: Re: OPA Statements

Ok. I'm still not clear on if discussions will continue.

From: Nutter, George (ENERGY)

To: Botond, Erika (ENERGY); Kovesfalvi, Sylvia (ENERGY); Dunn, Ryan (ENERGY); Kett, Jennifer (ENERGY)

Cc: Kulendran, Jesse (ENERGY); Gemmiti, Paola (ENERGY)

Sent: Thu Nov 17 11:34:54 2011 **Subject**: Re: OPA Statements

Suggest that OPA drop the phrase "with the government". There is no value to that specificity.

George Nutter
Manager, Energy Communications
Communications Branch
Ministry of Energy &
Ministry of Infrastructure
416-326-9602 Queen's Park

647-220-1183 Mobile

Sent from my BlackBerry® wireless device

From: Botond, Erika (ENERGY)

To: Kovesfalvi, Sylvia (ENERGY); Dunn, Ryan (ENERGY); Kett, Jennifer (ENERGY) **Cc**: Kulendran, Jesse (ENERGY); Nutter, George (ENERGY); Gemmiti, Paola (ENERGY)

Sent: Thu Nov 17 11:32:42 2011 **Subject**: Re: OPA Statements

To be clear - with the contract cxl'd - does that mean the opa will not work with greenfield to find a new location for sure? I thought that discussions would continue - this is just the next step to ensure ratepatyers are protected. This reads now like it's back over to the gov't to make a decision on location ...

From: Kovesfalvi, Sylvia (ENERGY)

To: Botond, Erika (ENERGY); Dunn, Ryan (ENERGY); Kett, Jennifer (ENERGY)

Cc: Kulendran, Jesse (ENERGY); Nutter, George (ENERGY); Gemmiti, Paola (ENERGY)

Sent: Thu Nov 17 11:18:06 2011 Subject: OPA Statements

Hi all – Below are the latest versions of OPA statements I have – Jesse do you have anything more recent?

OPA DRAFT- 15 NOV 2011 -2:00 pm - OPA NOT PROCEEDING WITH CONTRACT FOR MISSISSAUGA POWER PLANT

TORONTO, November 16, 2011- The Ontario Power Authority announced today, that despite best efforts to work with Greenfield South Power Corporation, is not proceeding with the contract for Greenfield's Mississauga power plant..

After several weeks of discussions it has become clear that Greenfield South has no intent to consider relocation and continues construction. In light of this, the company has been notified that OPA is not proceeding with the contract. Greenfield is financially liable for any further investments in the project.

The OPA will continue to work with the government to identify another site for the gas plant based on local generation needs and transmission and distribution support to ensure a long-term reliable supply of electricity.

OPA Statement – 16 NOV 2011 - In the event construction stops/negotiations continue (which I understand is now off the table):

OPA has reached an agreement with Greenfield Power Corporation to immediately stop construction of Greenfield's power plant in Mississauga. OPA and Greenfield are now negotiating an agreement to relocate the plant. OPA will not make any further comments while the negotiations are underway.

Fisher, Petra (ENERGY)

From: Kovesfalvi, Sylvia (ENERGY)
Sent: November-17-11 11:41 AM

To:Botond, Erika (ENERGY); Nutter, George (ENERGY); Dunn, Ryan (ENERGY); Kett, Jennifer

(ENERGY)

Cc: Kulendran, Jesse (ENERGY); Gemmiti, Paola (ENERGY)

Subject: RE: OPA Statements

Our QA says discussions will continue with Greenfield about relocating even if contract is terminated... I've got a call in to Legal to confirm this is still the case.

From: Botond, Erika (ENERGY)
Sent: November 17, 2011 11:36 AM

To: Nutter, George (ENERGY); Kovesfalvi, Sylvia (ENERGY); Dunn, Ryan (ENERGY); Kett, Jennifer (ENERGY)

Cc: Kulendran, Jesse (ENERGY); Gemmiti, Paola (ENERGY)

Subject: Re: OPA Statements

Ok. I'm still not clear on if discussions will continue.

From: Nutter, George (ENERGY)

To: Botond, Erika (ENERGY); Kovesfalvi, Sylvia (ENERGY); Dunn, Ryan (ENERGY); Kett, Jennifer (ENERGY)

Cc: Kulendran, Jesse (ENERGY); Gemmiti, Paola (ENERGY)

Sent: Thu Nov 17 11:34:54 2011 **Subject**: Re: OPA Statements

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George Nutter

Manager, Energy Communications Communications Branch Ministry of Energy & Ministry of Infrastructure 416-326-9602 Queen's Park

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From: Botond, Erika (ENERGY)

To: Kovesfalvi, Sylvia (ENERGY); Dunn, Ryan (ENERGY); Kett, Jennifer (ENERGY) **Cc**: Kulendran, Jesse (ENERGY); Nutter, George (ENERGY); Gemmiti, Paola (ENERGY)

Sent: Thu Nov 17 11:32:42 2011 **Subject**: Re: OPA Statements

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From: Kovesfalvi, Sylvia (ENERGY)

To: Botond, Erika (ENERGY); Dunn, Ryan (ENERGY); Kett, Jennifer (ENERGY)

Cc: Kulendran, Jesse (ENERGY); Nutter, George (ENERGY); Gemmiti, Paola (ENERGY)

Sent: Thu Nov 17 11:18:06 2011 Subject: OPA Statements

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The OPA will continue to work with the government to identify another site for the gas plant based on local generation needs and transmission and distribution support to ensure a long-term reliable supply of electricity.

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OPA has reached an agreement with Greenfield Power Corporation to immediately stop construction of Greenfield's power plant in Mississauga. OPA and Greenfield are now negotiating an agreement to relocate the plant. OPA will not make any further comments while the negotiations are underway.

Cayley, Daniel (ENERGY)

From: Kovesfalvi, Sylvia (ENERGY)
Sent: November-17-11 11:43 AM

To: King, Ryan (ENERGY); Calwell, Carolyn (ENERGY)

Cc: Perun, Halyna N. (ENERGY); Nutter, George (ENERGY)

Subject: URGENT - MO QA review

Attachments: Greenfield Q's and A's Updated - MO copy RDEB edits skedits Nov16 - 6PM.doc

Hi -

Attached are MO's changes to their QA. Can you review and provide your comments asap?

Thanks very much. (Most of the changes remain consistent with the material in our master deck. The "as quickly as possible" after relocating that Rick suggested be deleted, is back in.

It appears the "what if construction stops/negotiations continue" scenario is off the table – so no need to follow up with me on that Carolyn (I'll delete from master document).

From: Botond, Erika (ENERGY)
Sent: November 17, 2011 11:00 AM

To: Kovesfalvi, Sylvia (ENERGY); Kett, Jennifer (ENERGY); Dunn, Ryan (ENERGY); Kulendran, Jesse (ENERGY);

Sharkawi, Rula (ENERGY); Gemmiti, Paola (ENERGY)

Subject: Update on tomorrow

Importance: High

Hi folks – attached are the updated Qs and As. Please send to fact check.

This version does not include the "what if construction stops" scenario and does not need to.

Plan as it stands is tomorrow morning:

9:00 AM – second letter goes 9:30 AM – OPA statement goes 10:00 AM – Minister's statement goes out 10:15 AM – minister avail at QP

Can we see the latest version of the OPA statement.

Jesse – can we set up a quick call with Kristin to touch base about next steps and the plan for tomrrrow.

Thx, Erika

SSISSAUGA UPDATE	Formatted: Swedish (Sweden)
v <u>17,165, 2011 (10 3AMpm)</u>	Formatted: Swedish (Sweden)
	Formatted: Swedish (Sweden)
EY MESSAGES	
Greenfield agrees to stop construction while negotiations proceed	
•The OPA continues to negotiate with Greenfield South.	Formatted: Bullets and Numberin
•While negotiations continue, Greenfield South has agreed to stop construction immediately.	Formatted: Bullets and Numberin
•We are pleased with this progress and look forward to a satisfactory resolution.	Formatted: Bullets and Numberin
•The government will continue to ensure that the best interests of Ontario's communities and ratepayers remain the primary priority.	Formatted: Bullets and Numberin
contract does not proceed	
We made a specific commitment to residents in Mississauga and Etobicoke to relocate the gas generating plant currently under construction.	Formatted: Bullets and Numberin
• We listened to local concerns from all residents, taking into consideration the changes in the area, including residential development since the plant was proposed.	Formatted: Bullets and Numberin
 We heard that our current process to locate gas plants needed to improve - we committed to relocating the plant and are reviewing the process of how gas plants are located in communities - this will guide our future plans. 	Formatted: Bullets and Numberin
• The best interests of Ontarians and their communities are our number one priority.	Formatted: Bullets and Numberin
After several weeks of discussions between the Ontario Power Authority and the owners of the plant, no agreement has been reached to stop construction and relocate.	Formatted: Bullets and Numberin
• The Ontario Power Authority has informed the corporation that it is taking the next step in this process and will not proceed with its contract.	Formatted: Bullets and Numberin
Ontario families and businesses need a reliable supply of clean power for our homes and businesses - we intend to honour our commitment to relocate the gas generation plant as quickly as possible.	Formatted: Bullets and Numberin
	Formatted: Right: 0.63 cm

•We made a specific commitment to residents in Mississauga and Etobicoke to relocate the gas generating plant currently under construction.

Formatted: Bullets and Numbering

•We listened to local concerns from all residents, taking into consideration
the recent development in the area, including more residential areas.

Formatted: Bullets and Numbering

•For several weeks, the Ontario Power Authority has been in discussion with the owners of the plant, they have not agreed to stop construction and relocate.

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The Ontario Power Authority has informed the corporation that it is taking the next step in this process and will not proceed with its contract.

Formatted: Bullets and Numbering

Ontario families and businesses need a reliable supply of clean power for
 our homes and businesses and we intend to honour our commitment to
 relocate the gas generation plant as quickly as possible.

Formatted: Bullets and Numbering

•The best interests of Ontarians and their communities are our primary priority.

Formatted: Bullets and Numbering

Questions and AnswersQUESTIONS AND ANSWERS

If Greenfield Agrees to Stop Construction

When will construction stop now that Greenfield has agreed to stop work while negotiations continue?

We understand that Greenfield South agreed to stop construction immediately.

What kind of penalty does the developer face if they don't stop construction?

The developer will not be able to recover its costs of ongoing construction. We expect Greenfield to stop construction.

How much will the construction completed to date cost ratepayers?

The developer will not be able to recover its costs of ongoing construction.

Why did it take so long to stop construction?

Discussions began as soon as they could between OPA and Greenfield South. The agreement to stop construction is the result of those discussions.

Contract Termination

Has the contract been terminated?

The OPA is working hard to come to a fair resolution. Unfortunately, after several weeks of discussion with the corporate owners of the plant, they have not agreed to stop construction and relocate. Not proceeding with the contract is simply the next step in the process to ensure ratepayers are protected.

Who terminated the contract?

The Ontario Power Authority informed the corporation that it will not proceed with its contract. Not proceeding with the contract is simply the next step in the process to ensure ratepayers are protected.

Why was the contract terminated? Were other solutions not viable?

We made a specific commitment to residents in Mississauga and Etobicoke to relocate the gas generating plant currently under construction. For several weeks, the Ontario Power Authority has been in discussion with the owners of the plant, they have not agreed to stop construction and relocate.

The Ontario Power Authority has informed the corporation that it is taking the next step in this process and will not proceed with its contract.

Contract negotiations are commercially sensitive. These discussions are confidential. We are confident the OPA is working in the best interests of Ontarians.

Did the OPA terminate the contract at the government's request?

The OPA, as the contract holder, has been in discussions with Greenfield South to resolve this matter in the best interests of Ontarians.

For several weeks, the Ontario Power Authority has been in discussion with the owners of the plant, they have not agreed to stop construction and relocate.

The Ontario Power Authority has informed the corporation that it is taking the next step in this process and will not proceed with its contract. Not proceeding with the contract is simply the next step in the process to ensure ratepayers are protected.

Why wasn't the contract terminated sooner?

Discussions began as soon as they could between OPA and Greenfield South. We want to resolve this in a fair way and these discussions take time. This is simply the

next step in the process to ensure ratepayers are protected. This decision is the result of those discussions.

If the OPA is terminating the contract, how can you get the company to work with the OPA to relocate the site?

The OPA will pursue further discussions with Greenfield South.

Will Greenfield South be the company to build the relocated plant?

Ontario families and businesses need a reliable supply of clean power for our homes and businesses. Discussions are ongoing - Wwe intend to honour our commitment to relocate the gas generation plant. Ontario families need a reliable supply of clean power for our homes and businesses. The best interests of Ontarians and their communities are our primary priority.

Will you put this back out to tender?

Ontario families and businesses need a reliable supply of clean power for our homes and businesses Discussions are ongoing - . Www intend to honour our commitment to relocate the gas generation plant as quickly as possible. The best interests of Ontarians and their communities are our primary priority.

What is the process for finding another site?

The OPA is best able to answer this. We can confirm that the site selection will include public consultation.

How come you've cancelled the plants in Mississauga and Oakville but not in Northern York Region?

These are two very different situations.

We made a specific commitment to the residents of Mississauga during the election, and Mississauga voters overwhelmingly agreed with our commitment to relocate the gas generating plant. We intend to honour our commitment

The OPA has advised that Southwest GTA's local reliability issues can be addressed through building transmission. Transmission projects were rejected by the people of Northern York Region, and a generating facility is required immediately in the region to meet North American standards for reliability.

Construction

Now that the OPA has terminated the contract, will work stop at the site?

The OPA has notified the developer that it is not proceeding with the contract. The OPA has asked the developer to stop work at the site.

Will legislation be required to stop construction?

The OPA has notified the developer that it is not proceeding with the contract. The OPA requires the developer to stop work at the site.

Legislation was an option, however, we were hopeful that Greenfield South would work with the OPA to find satisfactory resolution.

For several weeks, the Ontario Power Authority has been in discussion with the owners of the plant, they have not agreed to stop construction and relocate.

The Ontario Power Authority has informed the corporation that it is taking the next step in this process and will not proceed with its contract.

Minister, your spokesperson said that legislation was not needed, is this true?

Legislation was an option, however, we were hopeful that Greenfield South would work with the OPA to find satisfactory resolution.

Contract Value

Why should anyone want to contract with OPA or government after this?

The government and our agencies have successful track records for negotiating and fulfilling contracts in the best interest of Ontario taxpayers. This is a unique case and these circumstances do not apply to other contracts or issues.

Like any other business, energy partners work together to respond to changing conditions. Contracts are renegotiated or terminated on a small and large scale across businesses of all types.

What's the status of negotiations with TransCanada?

Discussions with TransCanada continue. We do not have an update at this time.

Will the cost of these contract cancellations be made public knowledge at some time?

<u>Discussions are ongoing – I can tell you Oo</u>ur government is committed to conducting business in an open and transparent manner.

If Letters Become Public

What does/do these letters mean?

We made a specific commitment to residents in Mississauga and Etobicoke to relocate the gas generating plant currently under construction. The OPA https://example.com/has-been_is-working-hard-to-come-to-a-fair resolution.

Unfortunately, after several weeks of discussion with the corporate owners of the plant, they have not agreed to stop construction and relocate. Not proceeding with the contract is simply the next step in the process to ensure ratepayers are protected.

We intend to relocate the gas generation plant and have it supplying power as quickly as possible.

Does this mean construction stops immediately?

This means the OPA will no longer proceed with the contract and Greenfield is financial liable for any further investments in the project. This is the next step in this process to minimize the cost and protect ratepayers. This in the best interests of Ontarians and their communities are our primary priority. It's important that the OPA continue to try and work with the company to resolve this in as quickly and fairly a way possible.

What kind of penalty does the developer face if they don't stop construction?

Not proceeding with the contract means Greenfield is financial liable for any further investments in the project. This next step will protect Ontario ratepayers from any future costs.

Why did negotiations fail?

For several weeks, the Ontario Power Authority has been in discussion with the owners of the plant, they have not agreed to stop construction and relocate.

The Ontario Power Authority has informed the corporation that it is taking the next step in this process and will not proceed with its contract.

Ontario families and businesses need a reliable supply of clean power for our homes and businesses. We intend to honour our commitment to relocate the gas generation plant-as quickly as possible. The best interests of Ontarians and their communities are our primary priority.

How long did the OPA give it? How extensive have the discussions been?

There have been several weeks of discussion between the OPA and Greenfield.

They have not agreed to stop construction and relocate, and the Ontario Power Authority has informed the corporation that it is taking the next step in this process and will not proceed with its contract.

There's been strong and persistent opposition in other communities – Northern York Region for example, yet those plants are proceeding. Why are you stopping this one?

We made a specific commitment to residents in Mississauga and Etobicoke to relocate the gas generating plant currently under construction. There have been significant changes to the area since the plant was originally approved in 2004, including the construction of several residential buildings. The health and well being of Ontarians is our primary concern and We listened to local concerns from all residents __, taking their concerns into consideration, including the recent development in the area, we heard that our current process to locate gas plants needed to improve - we committed to relocating the plant and are reviewing the process of how gas plants are located in communities — this will guide our future plans.

What does "most appropriate way to allocate compensation between the OPA and Crown" mean?

It means that we will sit down together to determine how to share the cost of cancelling the contract, giving full recognition to ratepayer value and contractual obligations.

Exactly how much is it going to cost to cancel this contract?

The OPA is working hard to come to a fair resolution. Unfortunately, after several weeks of discussion with the corporate owners of the plant, they have not agreed to stop construction and relocate. Not proceeding with the contract is simply the next step in the process to ensure ratepayers are protected.

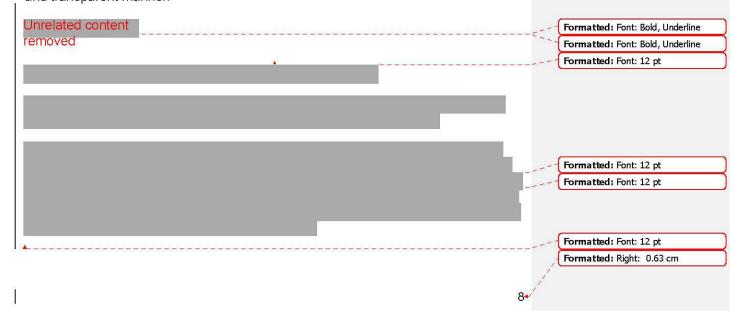
How long will settlement negotiations take? Is there a drop-dead date?

We intend to honour our commitment to relocate the gas generation plant. as quickly as possible. The OPA is working hard to come to a fair resolution. This is simply the next step in the process to ensure ratepayers are protected.

Are these letters precedent-setting? Has the Ministry or OPA sent similar letters before?

No. Such letters are not precedent-setting. This is a natural course of business and our

Our government conducts business on behalf of the people of Ontario in an open and transparent manner.







Fisher, Petra (ENERGY)

From: Jennings, Rick (ENERGY)

Sent: November-17-11 11:48 AM

To: King, Ryan (ENERGY)

Subject: King, Ryan (ENERGY) FW: Draft Agreement

Attachments: DRAFT Construction Stoppage and Settlement Agreement.docx; image001.gif

Duplicate attachment removed;

Latest for now. gif attachment is image below

From: Calwell, Carolyn (ENERGY)
Sent: November 17, 2011 11:39 AM

To: Lindsay, David (ENERGY); Jennings, Rick (ENERGY); Silva, Joseph (ENERGY)

Cc: Perun, Halyna N. (ENERGY) **Subject:** FW: Draft Agreement

We received the attached draft Construction Stoppage and Settlement Agreement from the OPA last evening and understand that this draft has been sent to Greenfield.

This agreement would require Greenfield to:

- immediately cease construction of the plant and demobilize from site
- maintain the safety and security of the site
- seek to have its environmental approval and its generation license cancelled

The OPA would be required to:

- pay Greenfield its costs of ceasing construction and demobilizing and costs of maintaining safety and security of the site
- provide a letter of credit (amount to be determined) that Greenfield can draw upon if the OPA doesn't pay the costs in the bullet above

All of Greenfield's costs may be verified through documentation and audit.

The Keele Valley claims would be settled for \$10M to be paid from the OEFC to Eastern Power and the related litigation would be dismissed.

The Clean Energy Supply (ARCES) contract between Greenfield and the OPA would be suspended for the duration of this Construction Stoppage and Settlement Agreement. The parties agree to work together in good faith to negotiate the mutual termination of the ARCES agreement and negotiate a new contract for a facility at a different location.

All discussions in relation to this agreement and in relation to the ARCES contract are confidential. Greenfield and the OPA may make a public announcement that they have entered into an agreement that provides for the permanent end to construction, the revocation of environmental approvals and licenses and further negotiation to determine the resolution of the cancellation of the facility.

The agreement has a term of 60 days, which may be extended for an additional 60 days. When this agreement expires, the ARCES Contract is terminated and the OPA and Greenfield shall commence a dispute resolution process (that ultimately includes arbitration) to determine the compensation owed to Greenfield.

We haven't heard of Greenfield's response (if any). We will follow up with Mike Lyle.

Carolyn

From: Michael Lyle [mailto:Michael.Lyle@powerauthority.on.ca]

Sent: November 16, 2011 5:34 PM

To: Perun, Halyna N. (ENERGY); Calwell, Carolyn (ENERGY)

Subject: Draft Agreement

This was sent to Greenfield late this afternoon.

Michael Lyle General Counsel and Vice President Legal, Aboriginal & Regulatory Affairs Ontario Power Authority 120 Adelaide Street West, Suite 1600 Toronto, Ontario, M5H 1T1

Direct: 416-969-6035 Fax: 416.969.6383

Email: michael.lyle@powerauthority.on.ca

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Fisher, Petra (ENERGY)

From: Danyluk, Erica (CAB)

Sent: November-17-11 12:06 PM
To: Nutter, George (ENERGY)

Cc: Gemmiti, Paola (ENERGY); Kovesfalvi, Sylvia (ENERGY); McMichael, Rhonda (CAB)

Subject: RE: Greenfield South

Hi George -

I've spoken with Rhonda and understand that there are currently revisions being made to the versions sent earlier. I know you were targeting 2 p.m. - but PO would like to have feed back for your MO for their 2 p.m. meeting this afternoon.

Would it be possible to get these revisions earlier that 2 p.m. 1 p.m. would be ideal.

Please let me know.

Thanks.

Erica Danyluk

Senior Advisor, Cabinet Office Communications (p) 416.325.1179, (f) 416.325.1979 erica.danyluk@ontario.ca

From: Nutter, George (ENERGY)
Sent: November 17, 2011 9:35 AM

To: Danyluk, Erica (CAB)

Cc: Gemmiti, Paola (ENERGY); Kovesfalvi, Sylvia (ENERGY)

Subject: Greenfield South

Hi Erica -

Please see attached two alternate statements one of which the Minister is expecting to use tomorrow, depending on advice from the OPA on discussions underway with Greenfield South. I understand PO has these already from our MO.

George Nutter
Manager, Energy Communications
Communications Branch
Ministry of Energy
Ministry of Infrastructure

4th fl. Hearst Block 900 Bay Street Queen's Park, Toronto Ontario, Canada M7A 2E1

416-326-9602 office 416-326-3947 fax

george.nutter@ontario.ca

Cayley, Daniel (ENERGY)

From:Calwell, Carolyn (ENERGY)Sent:November-17-11 12:07 PMTo:Kovesfalvi, Sylvia (ENERGY)

Cc: King, Ryan (ENERGY); Nutter, George (ENERGY); Perun, Halyna N. (ENERGY); Silva,

Joseph (ENERGY)

Subject: FW: URGENT - MO QA review

Attachments: Greenfield Q's and A's Updated - MO copy RDEB edits skedits Nov16 - 6PM.doc

I made some minor changes to the attached. To be clear, these Qs and As assume that construction on the site has not stopped. My best information is that the OPA is negotiating hard to ensure that construction does stop – we will need to see where that lands and how quickly and the comms lines may need to be adjusted accordingly.

I also thought that the Minister was very clear in a briefing yesterday that he wanted to make no public comments about a site review process. I would like to better understand why we keep seeing comms on that question (although I certainly understand that Sylvia and George may not be able to explain).

Carolyn

From: Kovesfalvi, Sylvia (ENERGY)
Sent: November 17, 2011 11:43 AM

To: King, Ryan (ENERGY); Calwell, Carolyn (ENERGY) **Cc:** Perun, Halyna N. (ENERGY); Nutter, George (ENERGY)

Subject: URGENT - MO QA review

Hi –

Attached are MO's changes to their QA. Can you review and provide your comments asap?

Thanks very much. (Most of the changes remain consistent with the material in our master deck. The "as quickly as possible" after relocating that Rick suggested be deleted, is back in.

It appears the "what if construction stops/negotiations continue" scenario is off the table – so no need to follow up with me on that Carolyn (I'll delete from master document).

From: Botond, Erika (ENERGY)
Sent: November 17, 2011 11:00 AM

To: Kovesfalvi, Sylvia (ENERGY); Kett, Jennifer (ENERGY); Dunn, Ryan (ENERGY); Kulendran, Jesse (ENERGY);

Sharkawi, Rula (ENERGY); Gemmiti, Paola (ENERGY)

Subject: Update on tomorrow

Importance: High

Hi folks – attached are the updated Qs and As. Please send to fact check.

This version does not include the "what if construction stops" scenario and does not need to.

Plan as it stands is tomorrow morning:

9:00 AM – second letter goes 9:30 AM – OPA statement goes 10:00 AM – Minister's statement goes out

10:15 AM - minister avail at QP

Can we see the latest version of the OPA statement.

Jesse – can we set up a quick call with Kristin to touch base about next steps and the plan for tomrrrow.

Thx, Erika

SSISSAUGA UPDATE RAFT	Formatted: Swedish (Sweden)
v <u>17465,</u> 2011 <u>(10 3AMpm)</u>	Formatted: Swedish (Sweden)
	Formatted: Swedish (Sweden)
Y MESSAGES	
Greenfield agrees to stop construction while negotiations proceed	
•The OPA continues to negotiate with Greenfield South.	Formatted: Bullets and Numbering
•While negotiations continue, Greenfield South has agreed to stop construction immediately.	Formatted: Bullets and Numbering
•We are pleased with this progress and look forward to a satisfactory resolution.	Formatted: Bullets and Numbering
•The government will continue to ensure that the best interests of Ontario's communities and ratepayers remain the primary priority.	Formatted: Bullets and Numbering
We made a specific commitment to residents in Mississauga and Etobicoke to relocate the gas generating plant currently under construction.	Formatted: Bullets and Numbering
We listened to local concerns from all residents, taking into consideration the changes in the area, including residential development since the plant was proposed.	Formatted: Bullets and Numbering
We heard that our current process to locate gas plants needed to improve - we committed to relocating the plant and are reviewing the process of how gas plants	Formatted: Bullets and Numbering
 are located in communities – this will guide our future plans. The best interests of Ontarians and their communities are our number one priority. 	Comment [C1]: From Minister's briefing yesterday, I understood that were not making any statements ab the siting process.
	Formatted: Bullets and Numberin
 After several weeks of discussions between the Ontario Power Authority and the owners of the plant, no agreement has been reached to stop construction and relocate. 	Formatted: Bullets and Numberin
• The Ontario Power Authority has informed the corporation that it is taking the next step in this process and will not proceed with its contract.	Formatted: Bullets and Numberin
 Ontario families and businesses need a reliable supply of clean power for our homes and businesses - we intend to honour our commitment to relocate the gas generation plant-as quickly as possible. 	Formatted: Bullets and Numbering

•We made a specific commitment to residents in Mississauga and Etobicoke to relocate the gas generating plant currently under construction.

Formatted: Bullets and Numbering

•We listened to local concerns from all residents, taking into consideration • the recent development in the area, including more residential areas.

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•For several weeks, the Ontario Power Authority has been in discussion with the owners of the plant, they have not agreed to stop construction and relocate.

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 Ontario families and businesses need a reliable supply of clean power for our homes and businesses and we intend to honour our commitment to relocate the gas generation plant as quickly as possible. Formatted: Bullets and Numbering

•The best interests of Ontarians and their communities are our primary priority.

Formatted: Bullets and Numbering

Questions and AnswersQUESTIONS AND ANSWERS

If Greenfield Agrees to Stop Construction

When will construction stop now that Greenfield has agreed to stop work while negotiations continue?

We understand that Greenfield South agreed to stop construction immediately.

What kind of penalty does the developer face if they don't stop construction?

The developer will not be able to recover its costs of ongoing construction. We expect Greenfield to stop construction.

How much will the construction completed to date cost ratepayers?

The developer will not be able to recover its costs of ongoing construction.

Why did it take so long to stop construction?

Discussions began as soon as they could between OPA and Greenfield South. The agreement to stop construction is the result of those discussions.

Contract Termination

Has the contract been terminated?

The OPA is working hard to come to a fair resolution. Unfortunately, after several weeks of discussion with the corporate owners of the plant, <u>Greenfieldthey</u> has ve not agreed to stop construction and relocate. Not proceeding with the contract is simply the next step in the process to ensure ratepayers are protected.

Who terminated the contract?

The Ontario Power Authority informed the corporation that it will not proceed with its contract. Not proceeding with the contract is simply the next step in the process to ensure ratepayers are protected.

Why was the contract terminated? Were other solutions not viable?

We made a specific commitment to residents in Mississauga and Etobicoke to relocate the gas generating plant currently under construction. For several weeks, the Ontario Power Authority has been in discussion with the owners of the plant, they have not agreed to stop construction and relocate.

The Ontario Power Authority has informed the corporation that it is taking the next step in this process and will not proceed with its contract.

Contract negotiations are commercially sensitive. These discussions are confidential. We are confident the OPA is working in the best interests of Ontarians.

Did the OPA terminate the contract at the government's request?

The OPA, as the contract holder, has been in discussions with Greenfield South to resolve this matter in the best interests of Ontarians.

For several weeks, the Ontario Power Authority has been in discussion with the owners of the plant, they have not agreed to stop construction and relocate.

The Ontario Power Authority has informed the corporation that it is taking the next step in this process and will not proceed with its contract. Not proceeding with the contract is simply the next step in the process to ensure ratepayers are protected.

Why wasn't the contract terminated sooner?

Discussions began as soon as they could between OPA and Greenfield South. We want to resolve this in a fair way and these discussions take time. This is simply the

next step in the process to ensure ratepayers are protected. This decision is the result of those discussions.

If the OPA is terminating the contract, how can you get the company to work with the OPA to relocate the site?

The OPA will pursue further discussions with Greenfield South.

Will Greenfield South be the company to build the relocated plant?

Ontario families and businesses need a reliable supply of clean power for our homes and businesses. Discussions are ongoing - Wwe intend to honour our commitment to relocate the gas generation plant. Ontario families need a reliable supply of clean power for our homes and businesses. The best interests of Ontarians and their communities are our primary priority.

Will you put this back out to tender?

Ontario families and businesses need a reliable supply of clean power for our homes and businesses Discussions are ongoing - . Www intend to honour our commitment to relocate the gas generation plant as quickly as possible. The best interests of Ontarians and their communities are our primary priority.

What is the process for finding another site?

The OPA is best able to answer this. We can confirm that the site selection will include public consultation.

How come you've cancelled the plants in Mississauga and Oakville but not in Northern York Region?

These are two very different situations.

We made a specific commitment to the residents of Mississauga during the election, and Mississauga voters overwhelmingly agreed with our commitment to relocate the gas generating plant. We intend to honour our commitment

The OPA has advised that Southwest GTA's local reliability issues can be addressed through building transmission. Transmission projects were rejected by the people of Northern York Region, and a generating facility is required immediately in the region to meet North American standards for reliability.

Construction

Now that the OPA has terminated the contract, will work stop at the site?

The OPA has notified the developer that it is not proceeding with the contract. The OPA has asked the developer to stop work at the site.

Will legislation be required to stop construction?

The OPA has notified the developer that it is not proceeding with the contract. The OPA requires the developer to stop work at the site.

Legislation wais an option, however, we were hopeful that Greenfield South would will work with the OPA to find satisfactory resolution.

For several weeks, the Ontario Power Authority has been in discussion with the owners of the plant, they have not agreed to stop construction and relocate.

The Ontario Power Authority has informed the corporation that it is taking the next step in this process and will not proceed with its contract.

Minister, your spokesperson said that legislation was not needed, is this true?

Legislation wais an option, however, we were are hopeful that Greenfield South would work with the OPA to find satisfactory resolution.

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Contract Value

Why should anyone want to contract with OPA or government after this?

The government and our agencies have successful track records for negotiating and fulfilling contracts in the best interest of Ontario taxpayers. This is a unique case. and these circumstances do not apply to other contracts or issues.

Like any other business, energy partners work together to respond to changing conditions. Contracts are renegotiated or terminated on a small and large scale across businesses of all types.

What's the status of negotiations with TransCanada?

Discussions with TransCanada continue. We do not have an update at this time.

Will the cost of these contract cancellations be made public knowledge at some time?

<u>Discussions are ongoing – I can tell you Qour government is committed to conducting business in an open and transparent manner.</u>

If Letters Become Public

What does/do these letters mean?

We made a specific commitment to residents in Mississauga and Etobicoke to relocate the gas generating plant currently under construction. The OPA has-been-is-working-hard-to-come-to-a-fair resolution.

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Does this mean construction stops immediately?

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What kind of penalty does the developer face if they don't stop construction?

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Why did negotiations fail?

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The Ontario Power Authority has informed the corporation that it is taking the next step in this process and will not proceed with its contract.

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How long did the OPA give it? How extensive have the discussions been?

There have been several weeks of discussion between the OPA and Greenfield.

They have not agreed to stop construction and relocate, and the Ontario Power Authority has informed the corporation that it is taking the next step in this process and will not proceed with its contract.

There's been strong and persistent opposition in other communities – Northern York Region for example, yet those plants are proceeding. Why are you stopping this one?

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It means that we will sit down together to determine how to share the cost of cancelling the contract, giving full recognition to ratepayer value and contractual obligations.

Exactly how much is it going to cost to cancel this contract?

The OPA is working hard to come to a fair resolution. Unfortunately, after several weeks of discussion with the corporate owners of the plant, they have not agreed to stop construction and relocate. Not proceeding with the contract is simply the next step in the process to ensure ratepayers are protected.

How long will settlement negotiations take? Is there a drop-dead date?

We intend to honour our commitment to relocate the gas generation plant_<u>as quickly</u> as possible. The OPA is working hard to come to a fair resolution. This is simply the next step in the process to ensure ratepayers are protected.

Are these letters precedent-setting? Has the Ministry or OPA sent similar letters before?

No. Such letters are not precedent-setting. This is a natural course of business and our

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From: Rehob, James (ENERGY)

Sent: November-17-11 12:20 PM

To: Linington, Brenda (ENERGY)

Cc: Letourneau, Amanda (ENERGY)

Subject: Greenfield South - Real Property Issues, Questions

Privileged & Confidential Legal Advice / Solicitor & Client Privileged

November 17, 2011

Hi, Brenda. As we go through the most recent draft of the Bill (I'll bring copies to our meeting), there's a series of questions posed by Leg. Counsel related to the conveyance of a parcel of the land, as follows:

"site" means the real property that is part of Lot 3, Concession 1 in the City of Mississauga known municipally as 2315 Loreland Avenue; ("French") - is this an accurate description of the land? [(taken from the cert. of approval) [ntd-jpr: I believe that we've got this accurately described, but any thoughts you might have are welcome!]

Has the Corporation already conveyed the 0.06 hectares below the long-term stable slope limit of the bank of the Etobicoke Creek to the City for conservation purposes? If not, should it still be required? It might have been part of the development approval from the City?? If it has been conveyed and project doesn't proceed, should Mississauga deed it back or pay the Corporation for the land?

Are there any other structures/improvements to the land unrelated to the project or any part of the construction for the project that will be allowed to remain on it? [ntd-jpr: I've queried the clients and they have come back with the general instruction that the site should be returned to its "preconstruction condition/state".] Was the land serviced before the project or as part of the project? [ntd-jpr: Amanda has, with your assistance, done some research which I'd like to go over with you if we could.] The new water mains on the street? Are they in? Do they stay or are they to be taken out? Do we include them as part of the "project"? Is there anything else that is not on the actual site but should be included in the description of the project? [ntd-jpr: We'll need to seek further confirmation or instructions from the client(s) on these last three points, but any thoughts you may have would be wonderful!]

For the moment, I have differentiated between the real property and the project on it in case you need to talk about each separately re remediation of the site, stopping the project, etc. [ntd-jpr: This seems an appropriate approach to me and I've indicated this to OLC in my last draft.]

Thanks so much, Brenda – there's bound to be more but I'm sure that'll come out as we discuss the draft – kindly, James

James P. H. Rehob

Senior Counsel Ministry of Energy and Ministry of Infrastructure Legal Services Branch 777 Bay Street, 4th Floor, Suite 425 Toronto, ON M5G 2E5

Tel: 416-325-6676 Fax: 416-325-1781 james.rehob@ontario.ca

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From:Kovesfalvi, Sylvia (ENERGY)Sent:November-17-11 12:26 PMTo:'Calwell, Carolyn (ENERGY)'

Cc: King, Ryan (ENERGY); Nutter, George (ENERGY); Perun, Halyna N. (ENERGY); Silva,

Joseph (ENERGY); Gemmiti, Paola (ENERGY); Kulendran, Jesse (ENERGY)

Subject: RE: URGENT - MO QA review

Me again – just got off the phone with CO – can we change the statement so that it's clear that we enter into an agreement with Greenfield to stop work, the OPA and Greenfield will continue negotiating relocation ... (may also have to make this clearer in OPA statements). Right now the statements read as the contract will not proceed because we couldn't reach agreement on stopping construction and relocation.

George – can I leave this with you to revise/translate (I'm going to plow through QA now - and an infra 'emergency').

From: Calwell, Carolyn (ENERGY)
Sent: November 17, 2011 12:07 PM
To: Kovesfalvi, Sylvia (ENERGY)

Cc: King, Ryan (ENERGY); Nutter, George (ENERGY); Perun, Halyna N. (ENERGY); Silva, Joseph (ENERGY)

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Carolyn

From: Kovesfalvi, Sylvia (ENERGY) **Sent:** November 17, 2011 11:43 AM

To: King, Ryan (ENERGY); Calwell, Carolyn (ENERGY) **Cc:** Perun, Halyna N. (ENERGY); Nutter, George (ENERGY)

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Sent: November 17, 2011 11:00 AM

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Jesse – can we set up a quick call with Kristin to touch base about next steps and the plan for tomrrrow.

Thx, Erika

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Jennifer (ENERGY)

Cc: Kulendran, Jesse (ENERGY); Gemmiti, Paola (ENERGY)

Subject: RE: OPA Statements

Hi Erika – just got off the phone with Legal and CO.

Legal has confirmed negotiations will continue with Greenfield to relocate.

CO had similar concerns about wording in statement – George is revising now.

Jesse - will you be looping in with OPA, or should we?

From: Botond, Erika (ENERGY)
Sent: November 17, 2011 11:43 AM

To: Kovesfalvi, Sylvia (ENERGY); Nutter, George (ENERGY); Dunn, Ryan (ENERGY); Kett, Jennifer (ENERGY)

Cc: Kulendran, Jesse (ENERGY); Gemmiti, Paola (ENERGY)

Subject: Re: OPA Statements

We need to talk to OPA.

From: Kovesfalvi, Sylvia (ENERGY)

To: Botond, Erika (ENERGY); Nutter, George (ENERGY); Dunn, Ryan (ENERGY); Kett, Jennifer (ENERGY)

Cc: Kulendran, Jesse (ENERGY); Gemmiti, Paola (ENERGY)

Sent: Thu Nov 17 11:41:25 2011 **Subject**: RE: OPA Statements

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Sent: November 17, 2011 11:36 AM

To: Nutter, George (ENERGY); Kovesfalvi, Sylvia (ENERGY); Dunn, Ryan (ENERGY); Kett, Jennifer (ENERGY)

Cc: Kulendran, Jesse (ENERGY); Gemmiti, Paola (ENERGY)

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Sent: Thu Nov 17 11:34:54 2011 Subject: Re: OPA Statements

Suggest that OPA drop the phrase "with the government". There is no value to that specificity.

George Nutter
Manager, Energy Communications
Communications Branch
Ministry of Energy &
Ministry of Infrastructure
416-326-9602 Queen's Park
647-220-1183 Mobile

Sent from my BlackBerry® wireless device

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To: Kovesfalvi, Sylvia (ENERGY); Dunn, Ryan (ENERGY); Kett, Jennifer (ENERGY) **Cc**: Kulendran, Jesse (ENERGY); Nutter, George (ENERGY); Gemmiti, Paola (ENERGY)

Sent: Thu Nov 17 11:32:42 2011 **Subject**: Re: OPA Statements

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Sent: Thu Nov 17 11:18:06 2011

Subject: OPA Statements

Hi all – Below are the latest versions of OPA statements I have – Jesse do you have anything more recent?

OPA DRAFT- 15 NOV 2011 -2:00 pm - OPA NOT PROCEEDING WITH CONTRACT FOR MISSISSAUGA POWER PLANT

TORONTO, November 16, 2011- The Ontario Power Authority announced today, that despite best efforts to work with Greenfield South Power Corporation, is not proceeding with the contract for Greenfield's Mississauga power plant..

After several weeks of discussions it has become clear that Greenfield South has no intent to consider relocation and continues construction. In light of this, the company has been notified that OPA is not proceeding with the contract. Greenfield is financially liable for any further investments in the project.

The OPA will continue to work with the government to identify another site for the gas plant based on local generation needs and transmission and distribution support to ensure a long-term reliable supply of electricity.

OPA Statement – 16 NOV 2011 - In the event construction stops/negotiations continue (which I understand is now off the table):

OPA has reached an agreement with Greenfield Power Corporation to immediately stop construction of Greenfield's power plant in Mississauga. OPA and Greenfield are now negotiating an agreement to relocate the plant. OPA will not make any further comments while the negotiations are underway.

Cayley, Daniel (ENERGY)

From: Calwell, Carolyn (ENERGY)
Sent: November-17-11 1:05 PM

To: Nutter, George (ENERGY); Kovesfalvi, Sylvia (ENERGY); Botond, Erika (ENERGY); Dunn,

Ryan (ENERGY); Kett, Jennifer (ENERGY)

Cc: Kulendran, Jesse (ENERGY); Gemmiti, Paola (ENERGY)

Subject: RE: OPA Statements

If Greenfield doesn't agree to stop construction, I don't know why we would continue to talk to them about relocation. The addition makes sense in the context of the "construction stops" statement. It doesn't make sense in the context of the other statement.

Carolyn

From: Nutter, George (ENERGY)
Sent: November 17, 2011 12:41 PM

To: Kovesfalvi, Sylvia (ENERGY); Botond, Erika (ENERGY); Dunn, Ryan (ENERGY); Kett, Jennifer (ENERGY); Calwell,

Carolyn (ENERGY)

Cc: Kulendran, Jesse (ENERGY); Gemmiti, Paola (ENERGY)

Subject: RE: OPA Statements

Carolyn, Erika – Does the attached reflect what we should be saying (new sentence highlighted yellow).

George Nutter
Manager, Energy Communications
Communications Branch
Ministry of Energy
Ministry of Infrastructure

4th fl. Hearst Block 900 Bay Street Queen's Park, Toronto Ontario, Canada M7A 2E1

416-326-9602 office 416-326-3947 fax

george.nutter@ontario.ca

From: Kovesfalvi, Sylvia (ENERGY) Sent: November 17, 2011 12:30 PM

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From: Gemmiti, Paola (ENERGY)

Sent: November-17-11 1:20 PM

To: Nutter, George (ENERGY)

Subject: FW: Update on tomorrow

Attachments: Greenfield Q's and A's Updated - MO copy RDEB edits skedits Nov16 - 6PM.doc

Importance: High

George, Can you please ask co if the plan is to post to newsroom? I don't think so but we should confirm

From: Sharkawi, Rula (ENERGY) Sent: November 17, 2011 11:07 AM

To: Gemmiti, Paola (ENERGY); Nutter, George (ENERGY)

Subject: Fw: Update on tomorrow

Importance: High

Paola - we need to check if the statement should be posted to newsroom. If so, Sharon Fong should be cued up.

R

From: Botond, Erika (ENERGY)

To: Kovesfalvi, Sylvia (ENERGY); Kett, Jennifer (ENERGY); Dunn, Ryan (ENERGY); Kulendran, Jesse (ENERGY); Sharkawi,

Rula (ENERGY); Gemmiti, Paola (ENERGY)

Sent: Thu Nov 17 10:59:34 2011 **Subject**: Update on tomorrow

Hi folks – attached are the updated Qs and As. Please send to fact check.

This version does not include the "what if construction stops" scenario and does not need to.

Plan as it stands is tomorrow morning:

9:00 AM – second letter goes 9:30 AM – OPA statement goes

10:00 AM - Minister's statement goes out

10:15 AM - minister avail at QP

Can we see the latest version of the OPA statement.

Jesse – can we set up a quick call with Kristin to touch base about next steps and the plan for tomrrrow.

Thx, Erika

ISSISSAUGA UPDATE RAFT	Formatted: Swedish (Sweden)
Nov <u>17,16</u> 5, 2011 <u>(10 3AMpm)</u>	Formatted: Swedish (Sweden)
	Formatted: Swedish (Sweden)
EY MESSAGES	
Greenfield agrees to stop construction while negotiations proceed	
The OPA continues to negotiate with Greenfield South.	Formatted: Bullets and Numbering
•While negotiations continue, Greenfield South has agreed to stop construction immediately.	Formatted: Bullets and Numbering
•We are pleased with this progress and look forward to a satisfactory resolution	Formatted: Bullets and Numbering
•The government will continue to ensure that the best interests of Ontario's communities and ratepayers remain the primary priority.	Formatted: Bullets and Numbering
 We made a specific commitment to residents in Mississauga and Etobicoke to relocate the gas generating plant currently under construction. We listened to local concerns from all residents, taking into consideration the changes in the area, including residential development since the plant was proposed. 	Formatted: Bullets and Numbering Formatted: Bullets and Numbering
 We heard that our current process to locate gas plants needed to improve - we committed to relocating the plant and are reviewing the process of how gas plants are located in communities - this will guide our future plans. 	Formatted: Bullets and Numbering
The best interests of Ontarians and their communities are our number one priority.	Formatted: Bullets and Numbering
After several weeks of discussions between the Ontario Power Authority and the owners of the plant, no agreement has been reached to stop construction and relocate.	Formatted: Bullets and Numbering
• The Ontario Power Authority has informed the corporation that it is taking the next step in this process and will not proceed with its contract.	Formatted: Bullets and Numbering
step in this process and will not proceed with its contract.	Formatted: Bullets and Numbering
Ontario families and businesses need a reliable supply of clean power for our homes and businesses - we intend to honour our commitment to relocate the gas generation plant as quickly as possible.	
 Ontario families and businesses need a reliable supply of clean power for our homes and businesses - we intend to honour our commitment to relocate the gas generation 	Formatted: Right: 0.25"

•We made a specific commitment to residents in Mississauga and Etobicoke to relocate the gas generating plant currently under construction.

Formatted: Bullets and Numbering

•We listened to local concerns from all residents, taking into consideration • the recent development in the area, including more residential areas.

Formatted: Bullets and Numbering

 For several weeks, the Ontario Power Authority has been in discussion with the owners of the plant, they have not agreed to stop construction and relocate. Formatted: Bullets and Numbering

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•The best interests of Ontarians and their communities are our primary priority.

Formatted: Bullets and Numbering

Questions and AnswersQUESTIONS AND ANSWERS

If Greenfield Agrees to Stop Construction

When will construction stop now that Greenfield has agreed to stop work while negotiations continue?

We understand that Greenfield South agreed to stop construction immediately.

What kind of penalty does the developer face if they don't stop construction?

The developer will not be able to recover its costs of ongoing construction. We expect Greenfield to stop construction.

How much will the construction completed to date cost ratepayers?

The developer will not be able to recover its costs of ongoing construction.

Why did it take so long to stop construction?

Discussions began as soon as they could between OPA and Greenfield South. The agreement to stop construction is the result of those discussions.

Contract Termination

Has the contract been terminated?

The OPA is working hard to come to a fair resolution. Unfortunately, after several weeks of discussion with the corporate owners of the plant, they have not agreed to stop construction and relocate. Not proceeding with the contract is simply the next step in the process to ensure ratepayers are protected.

Who terminated the contract?

The Ontario Power Authority informed the corporation that it will not proceed with its contract. Not proceeding with the contract is simply the next step in the process to ensure ratepayers are protected.

Why was the contract terminated? Were other solutions not viable?

We made a specific commitment to residents in Mississauga and Etobicoke to relocate the gas generating plant currently under construction. For several weeks, the Ontario Power Authority has been in discussion with the owners of the plant, they have not agreed to stop construction and relocate.

The Ontario Power Authority has informed the corporation that it is taking the next step in this process and will not proceed with its contract.

Contract negotiations are commercially sensitive. These discussions are confidential. We are confident the OPA is working in the best interests of Ontarians.

Did the OPA terminate the contract at the government's request?

The OPA, as the contract holder, has been in discussions with Greenfield South to resolve this matter in the best interests of Ontarians.

For several weeks, the Ontario Power Authority has been in discussion with the owners of the plant, they have not agreed to stop construction and relocate.

The Ontario Power Authority has informed the corporation that it is taking the next step in this process and will not proceed with its contract. Not proceeding with the contract is simply the next step in the process to ensure ratepayers are protected.

Why wasn't the contract terminated sooner?

Discussions began as soon as they could between OPA and Greenfield South. We want to resolve this in a fair way and these discussions take time. This is simply the

next step in the process to ensure ratepayers are protected. This decision is the result of those discussions.

If the OPA is terminating the contract, how can you get the company to work with the OPA to relocate the site?

The OPA will pursue further discussions with Greenfield South.

Will Greenfield South be the company to build the relocated plant?

Ontario families and businesses need a reliable supply of clean power for our homes and businesses. Discussions are ongoing - Wwe intend to honour our commitment to relocate the gas generation plant. Ontario families need a reliable supply of clean power for our homes and businesses. The best interests of Ontarians and their communities are our primary priority.

Will you put this back out to tender?

Ontario families and businesses need a reliable supply of clean power for our homes and businesses Discussions are ongoing - .- Www intend to honour our commitment to relocate the gas generation plant as quickly as possible. The best interests of Ontarians and their communities are our primary priority.

What is the process for finding another site?

The OPA is best able to answer this. We can confirm that the site selection will include public consultation.

How come you've cancelled the plants in Mississauga and Oakville but not in Northern York Region?

These are two very different situations.

We made a specific commitment to the residents of Mississauga during the election, and Mississauga voters overwhelmingly agreed with our commitment to relocate the gas generating plant. We intend to honour our commitment

The OPA has advised that Southwest GTA's local reliability issues can be addressed through building transmission. Transmission projects were rejected by the people of Northern York Region, and a generating facility is required immediately in the region to meet North American standards for reliability.

Construction

Now that the OPA has terminated the contract, will work stop at the site?

The OPA has notified the developer that it is not proceeding with the contract. The OPA has asked the developer to stop work at the site.

Will legislation be required to stop construction?

The OPA has notified the developer that it is not proceeding with the contract. The OPA requires the developer to stop work at the site.

Legislation was an option, however, we were hopeful that Greenfield South would work with the OPA to find satisfactory resolution.

For several weeks, the Ontario Power Authority has been in discussion with the owners of the plant, they have not agreed to stop construction and relocate.

The Ontario Power Authority has informed the corporation that it is taking the next step in this process and will not proceed with its contract.

Minister, your spokesperson said that legislation was not needed, is this true?

Legislation was an option, however, we were hopeful that Greenfield South would work with the OPA to find satisfactory resolution.

Contract Value

Why should anyone want to contract with OPA or government after this?

The government and our agencies have successful track records for negotiating and fulfilling contracts in the best interest of Ontario taxpayers. This is a unique case, and these circumstances do not apply to other contracts or issues.

Like any other business, energy partners work together to respond to changing conditions. Contracts are renegotiated or terminated on a small and large scale across businesses of all types.

What's the status of negotiations with TransCanada?

Discussions with TransCanada continue. We do not have an update at this time.

Will the cost of these contract cancellations be made public knowledge at some time?

<u>Discussions are ongoing – I can tell you Qo</u>ur government is committed to conducting business in an open and transparent manner.

If Letters Become Public

What does/do these letters mean?

We made a specific commitment to residents in Mississauga and Etobicoke to relocate the gas generating plant currently under construction. The OPA https://example.com/has-been_is-working-hard-to-come-to-a-fair resolution.

Unfortunately, after several weeks of discussion with the corporate owners of the plant, they have not agreed to stop construction and relocate. Not proceeding with the contract is simply the next step in the process to ensure ratepayers are protected.

We intend to relocate the gas generation plant and have it supplying power as quickly as possible.

Does this mean construction stops immediately?

This means the OPA will no longer proceed with the contract and Greenfield is financial liable for any further investments in the project. This is the next step in this process to minimize the cost and protect ratepayers. This in the best interests of Ontarians and their communities are our primary priority. It's important that the OPA continue to try and work with the company to resolve this in as quickly and fairly a way possible.

What kind of penalty does the developer face if they don't stop construction?

Not proceeding with the contract means Greenfield is financial liable for any further investments in the project. This next step will protect Ontario ratepayers from any future costs.

Why did negotiations fail?

For several weeks, the Ontario Power Authority has been in discussion with the owners of the plant, they have not agreed to stop construction and relocate.

The Ontario Power Authority has informed the corporation that it is taking the next step in this process and will not proceed with its contract.

Ontario families and businesses need a reliable supply of clean power for our homes and businesses. We intend to honour our commitment to relocate the gas generation plant—as quickly as possible.— The best interests of Ontarians and their communities are our primary priority.

How long did the OPA give it? How extensive have the discussions been?

There have been several weeks of discussion between the OPA and Greenfield.

They have not agreed to stop construction and relocate, and the Ontario Power Authority has informed the corporation that it is taking the next step in this process and will not proceed with its contract.

There's been strong and persistent opposition in other communities – Northern York Region for example, yet those plants are proceeding. Why are you stopping this one?

We made a specific commitment to residents in Mississauga and Etobicoke to relocate the gas generating plant currently under construction. There have been significant changes to the area since the plant was originally approved in 2004, including the construction of several residential buildings. The health and well being of Ontarians is our primary concern and Wwe listened to local concerns from all residents __, taking their concerns into consideration, including the recent development in the area we heard that our current process to locate gas plants needed to improve - we committed to relocating the plant and are reviewing the process of how gas plants are located in communities – this will guide our future plans.

What does "most appropriate way to allocate compensation between the OPA and Crown" mean?

It means that we will sit down together to determine how to share the cost of cancelling the contract, giving full recognition to ratepayer value and contractual obligations.

Exactly how much is it going to cost to cancel this contract?

The OPA is working hard to come to a fair resolution. Unfortunately, after several weeks of discussion with the corporate owners of the plant, they have not agreed to stop construction and relocate. Not proceeding with the contract is simply the next step in the process to ensure ratepayers are protected.

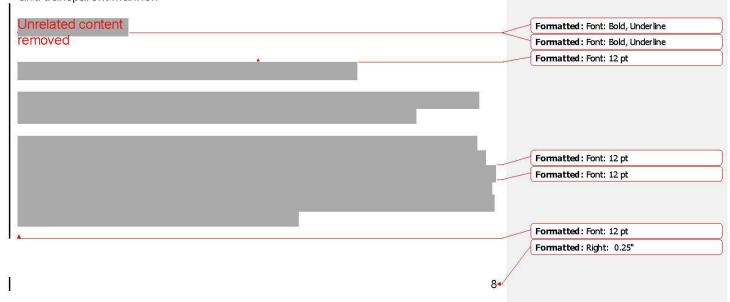
How long will settlement negotiations take? Is there a drop-dead date?

We intend to honour our commitment to relocate the gas generation plant_as quickly as possible. The OPA is working hard to come to a fair resolution. This is simply the next step in the process to ensure ratepayers are protected.

Are these letters precedent-setting? Has the Ministry or OPA sent similar letters before?

No. Such letters are not precedent-setting. This is a natural course of business and our

Our government conducts business on behalf of the people of Ontario in an open and transparent manner.







From: Kristin Jenkins < Kristin.Jenkins@powerauthority.on.ca>

Sent: November-17-11 1:55 PM **To:** Kulendran, Jesse (ENERGY)

Subject: Privileged and Confidential - OPA NOT PROCEEDING WITH CONTRACT

OPA NOT PROCEEDING WITH CONTRACT FOR MISSISSAUGA POWER PLANT

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-30-

Kristin Jenkins | Vice President, Corporate Communications | Ontario Power Authority | 120 Adelaide Street West, Suite 1600 | Toronto, ON M5H 1T1 | tel. 416.969.6007 | fax. 416.967.1947 | www.powerauthority.on.ca

This e-mail message and any files transmitted with it are intended only for the named recipient(s) above and may contain information that is privileged, confidential and/or exempt from disclosure under applicable law. If you are not the intended recipient(s), any dissemination, distribution or copying of this e-mail message or any files transmitted with it is strictly prohibited. If you have received this message in error, or are not the named recipient(s), please notify the sender immediately and delete this e-mail message.

From: Kulendran, Jesse (ENERGY)
Sent: November-17-11 2:01 PM

To: Botond, Erika (ENERGY); Dunning, Rebecca (ENERGY); Kett, Jennifer (OPO); MacLennan,

Craig (ENERGY)

Cc: Calwell, Carolyn (ENERGY); Jennings, Rick (ENERGY); Sharkawi, Rula (ENERGY); Gemmiti,

Paola (ENERGY); Nutter, George (ENERGY); Kovesfalvi, Sylvia (ENERGY); Silva, Joseph

(ENERGY)

Subject: OPA STATEMENT

OPA STATEMENT - 17 NOV 2011 - 2pm

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-30-

Jesse Kulendran · Senior Coordinator, Policy & Special Projects Office of the Deputy Minister · Ministry of Energy

Tel.: 416-327-7025 · Blackberry: 416-206-1394

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Sent: November-17-11 2:01 PM

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Jennifer (ENERGY); Calwell, Carolyn (ENERGY)

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Subject: RE: OPA Statements

The revised paragraph is highlighted in blue. Please advise if anyone has any objection/suggestion, or if I can send this version to CO and translator.

George Nutter
Manager, Energy Communications
Communications Branch
Ministry of Energy
Ministry of Infrastructure

4th fl. Hearst Block 900 Bay Street Queen's Park, Toronto Ontario, Canada M7A 2E1

416-326-9602 office 416-326-3947 fax

george.nutter@ontario.ca

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Sent: Thu Nov 17 11:41:25 2011 Subject: RE: OPA Statements

Our QA says discussions will continue with Greenfield about relocating even if contract is terminated... I've got a call in to Legal to confirm this is still the case.

From: Botond, Erika (ENERGY)
Sent: November 17, 2011 11:36 AM

To: Nutter, George (ENERGY); Kovesfalvi, Sylvia (ENERGY); Dunn, Ryan (ENERGY); Kett, Jennifer (ENERGY)

Cc: Kulendran, Jesse (ENERGY); Gemmiti, Paola (ENERGY)

Subject: Re: OPA Statements

Ok. I'm still not clear on if discussions will continue.

From: Nutter, George (ENERGY)

To: Botond, Erika (ENERGY); Kovesfalvi, Sylvia (ENERGY); Dunn, Ryan (ENERGY); Kett, Jennifer (ENERGY)

Cc: Kulendran, Jesse (ENERGY); Gemmiti, Paola (ENERGY)

Sent: Thu Nov 17 11:34:54 2011 **Subject**: Re: OPA Statements

Suggest that OPA drop the phrase "with the government". There is no value to that specificity.

George Nutter
Manager, Energy Communications
Communications Branch
Ministry of Energy &
Ministry of Infrastructure
416-326-9602 Queen's Park
647-220-1183 Mobile

Sent from my BlackBerry® wireless device

From: Botond, Erika (ENERGY)

To: Kovesfalvi, Sylvia (ENERGY); Dunn, Ryan (ENERGY); Kett, Jennifer (ENERGY) **Cc**: Kulendran, Jesse (ENERGY); Nutter, George (ENERGY); Gemmiti, Paola (ENERGY)

Sent: Thu Nov 17 11:32:42 2011 **Subject**: Re: OPA Statements

To be clear - with the contract cxl'd - does that mean the opa will not work with greenfield to find a new location for sure? I thought that discussions would continue - this is just the next step to ensure ratepatyers are protected. This reads now like it's back over to the gov't to make a decision on location ...

From: Kovesfalvi, Sylvia (ENERGY)

To: Botond, Erika (ENERGY); Dunn, Ryan (ENERGY); Kett, Jennifer (ENERGY)

Cc: Kulendran, Jesse (ENERGY); Nutter, George (ENERGY); Gemmiti, Paola (ENERGY)

Sent: Thu Nov 17 11:18:06 2011

Subject: OPA Statements

Hi all – Below are the latest versions of OPA statements I have – Jesse do you have anything more recent?

OPA DRAFT- 15 NOV 2011 -2:00 pm - OPA NOT PROCEEDING WITH CONTRACT FOR MISSISSAUGA POWER PLANT

TORONTO, November 16, 2011- The Ontario Power Authority announced today, that despite best efforts to work with Greenfield South Power Corporation, is not proceeding with the contract for Greenfield's Mississauga power plant..

After several weeks of discussions it has become clear that Greenfield South has no intent to consider relocation and continues construction. In light of this, the company has been notified that OPA is not proceeding with the contract. Greenfield is financially liable for any further investments in the project.

The OPA will continue to work with the government to identify another site for the gas plant based on local generation needs and transmission and distribution support to ensure a long-term reliable supply of electricity.

OPA Statement – 16 NOV 2011 - In the event construction stops/negotiations continue (which I understand is now off the table):

OPA has reached an agreement with Greenfield Power Corporation to immediately stop construction of Greenfield's power plant in Mississauga. OPA and Greenfield are now negotiating an agreement to relocate the plant. OPA will not make any further comments while the negotiations are underway.

From: Kulendran, Jesse (ENERGY)

Sent: November-17-11 2:12 PM

To: Lindsay, David (ENERGY)

Cc: Silva, Joseph (ENERGY)

Subject: Statements

Deputy,

Here's the latest latest versions of the statement. We'll chat with you about tomorrow's rollout.

MINISTRY STATEMENT - 17 NOV 2011 - Noon

STATEMENT FROM ONTARIO MINISTER OF ENERGY CHRIS BENTLEY

XX November 2011

We made a specific commitment to residents in Mississauga and Etobicoke to relocate the gas generating plant currently under construction.

We listened to local concerns from all residents, taking into consideration the changes in the area, including residential development since the plant was proposed.

We heard that our current process to locate gas plants needed to improve - we committed to relocating the plant and are reviewing the process of how gas plants are located in communities – this will guide our future plans. The best interests of Ontarians and their communities are our number one priority.

After several weeks of discussions between the Ontario Power Authority and the owners of the plant, the Ontario Power Authority has informed the corporation that it is taking the next step in this process and is not proceeding with its contract. No agreement has been reached to stop construction and relocate.

Ontario families and businesses need a reliable supply of clean power for our homes and businesses - we intend to honour our commitment to relocate the gas generation plant as quickly as possible.

OPA STATEMENT - 17 NOV 2011 - 2pm

OPA NOT PROCEEDING WITH CONTRACT FOR MISSISSAUGA POWER PLANT

TORONTO, November 16, 2011- The Ontario Power Authority announced today, that despite best efforts to work with Greenfield South Power Corporation, is not proceeding with the contract for Greenfield's Mississauga power plant.

After several weeks of discussions it has become clear that Greenfield South has no intent to consider relocation. In light of this, OPA has notified the company that OPA is not proceeding with the contract. Greenfield is financially liable for any further investments in the project. OPA will pursue discussions with Greenfield to reach an agreement to stop construction.

Jesse Kulendran · Senior Coordinator, Policy & Special Projects Office of the Deputy Minister · Ministry of Energy Tel.: 416-327-7025 · Blackberry: 416-206-1394

From: Nutter, George (ENERGY)
Sent: November-17-11 2:29 PM

To: Danyluk, Erica (CAB); McMichael, Rhonda (CAB)

Cc: Gemmiti, Paola (ENERGY); Kovesfalvi, Sylvia (ENERGY); Botond, Erika (ENERGY); Calwell,

Carolyn (ENERGY); Jennings, Rick (ENERGY); King, Ryan (ENERGY)

Subject: Greenfield South

Attachments: 2011-11-16 Minister's Statement - ENERGY.DOC

Hi Rhonda, Erica -

After review, we are back to the wording as provided you this morning, and down to this one version.

George Nutter
Manager, Energy Communications
Communications Branch
Ministry of Energy
Ministry of Infrastructure

4th fl. Hearst Block 900 Bay Street Queen's Park, Toronto Ontario, Canada M7A 2E1

416-326-9602 office 416-326-3947 fax





Ministry of Energy

STATEMENT FROM ONTARIO MINISTER OF ENERGY CHRIS BENTLEY

November XX, 2011

We made a specific commitment to residents in Mississauga and Etobicoke to relocate the gas generating plant currently under construction.

We listened to local concerns from all residents, taking into consideration the changes in the area, including residential development since the plant was proposed.

We heard that our current process to locate gas plants needed to improve - we committed to relocating the plant and are reviewing the process of how gas plants are located in communities – this will guide our future plans. The best interests of Ontarians and their communities are our number one priority.

After several weeks of discussions between the Ontario Power Authority and the owners of the plant, no agreement has been reached to stop construction and relocate.

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Ontario families and businesses need a reliable supply of clean power for our homes and businesses - we intend to honour our commitment to relocate the gas generation plant as quickly as possible.

For media inquiries call: Jennifer Kett, Minister's Office, 416-327-6747 Jennifer.kett@ontario.ca ontario.ca/energy-news
Disponible en français

Paul Gerard, Communications Branch, 416-327-7226 Paul.gerard@ontario.ca

For public inquiries call: 1-888-668-4636 TTY: 1-800-239-4224

From:
Danyluk, Erica (CAB)
Sent:
November-17-11 2:41 PM
To:
Nutter, George (ENERGY)
Subject:
RE: Greenfield South

Hi George -

Do you know why we have gone from two versions to a single option? My understanding was that we were planning for both scenarios? If you could provide the rationale I would appreciate it.

thx.

Erica Danyluk

Senior Advisor, Cabinet Office Communications (p) 416.325.1179, (f) 416.325.1979 erica.danyluk@ontario.ca

From: Nutter, George (ENERGY)
Sent: November 17, 2011 2:29 PM

To: Danyluk, Erica (CAB); McMichael, Rhonda (CAB)

Cc: Gemmiti, Paola (ENERGY); Kovesfalvi, Sylvia (ENERGY); Botond, Erika (ENERGY); Calwell, Carolyn (ENERGY);

Jennings, Rick (ENERGY); King, Ryan (ENERGY)

Subject: Greenfield South

Hi Rhonda, Erica -

After review, we are back to the wording as provided you this morning, and down to this one version.

George Nutter
Manager, Energy Communications
Communications Branch
Ministry of Energy
Ministry of Infrastructure

4th fl. Hearst Block 900 Bay Street Queen's Park, Toronto Ontario, Canada M7A 2E1

416-326-9602 office 416-326-3947 fax

From:

Nutter, George (ENERGY)

Sent:

November-17-11 2:46 PM

To:

Danyluk, Erica (CAB)

Subject:

Re: Greenfield South

It looks very unlikely that second scenario will occur.

George Nutter
Manager, Energy Communications
Communications Branch
Ministry of Energy &
Ministry of Infrastructure
416-326-9602 Queen's Park
647-220-1183 Mobile

Sent from my BlackBerry® wireless device

From: Danyluk, Erica (CAB)
To: Nutter, George (ENERGY)
Sent: Thu Nov 17 14:41:10 2011
Subject: RE: Greenfield South

Hi George -

Do you know why we have gone from two versions to a single option? My understanding was that we were planning for both scenarios? If you could provide the rationale I would appreciate it.

thx.

Erica Danyluk

Senior Advisor, Cabinet Office Communications (p) 416.325.1179, (f) 416.325.1979 erica.danyluk@ontario.ca

From: Nutter, George (ENERGY)
Sent: November 17, 2011 2:29 PM

To: Danyluk, Erica (CAB); McMichael, Rhonda (CAB)

Cc: Gemmiti, Paola (ENERGY); Kovesfalvi, Sylvia (ENERGY); Botond, Erika (ENERGY); Calwell, Carolyn (ENERGY);

Jennings, Rick (ENERGY); King, Ryan (ENERGY)

Subject: Greenfield South

Hi Rhonda, Erica -

After review, we are back to the wording as provided you this morning, and down to this one version.

George Nutter

Manager, Energy Communications Communications Branch Ministry of Energy Ministry of Infrastructure

4th fl. Hearst Block 900 Bay Street Queen's Park, Toronto Ontario, Canada M7A 2E1

416-326-9602 office 416-326-3947 fax

From: Botond, Erika (ENERGY)
Sent: November-17-11 2:49 PM

To: Nutter, George (ENERGY); Danyluk, Erica (CAB); McMichael, Rhonda (CAB)

Cc: Gemmiti, Paola (ENERGY); Kovesfalvi, Sylvia (ENERGY); Calwell, Carolyn (ENERGY);

Jennings, Rick (ENERGY); King, Ryan (ENERGY)

Subject: RE: Greenfield South

One small change - let's break up this sentence and change 'our' to 'the' so it now reads:

We heard that the current process to locate gas plants needed to improve. We committed to relocating the plant and are reviewing the process of how gas plants are located in communities – this will guide our future plans. The best interests of Ontarians and their communities are our number one priority.

From: Nutter, George (ENERGY)
Sent: November 17, 2011 2:29 PM

To: Danyluk, Erica (CAB); McMichael, Rhonda (CAB)

Cc: Gemmiti, Paola (ENERGY); Kovesfalvi, Sylvia (ENERGY); Botond, Erika (ENERGY); Calwell, Carolyn (ENERGY);

Jennings, Rick (ENERGY); King, Ryan (ENERGY)

Subject: Greenfield South

Hi Rhonda, Erica -

After review, we are back to the wording as provided you this morning, and down to this one version.

George Nutter
Manager, Energy Communications
Communications Branch
Ministry of Energy
Ministry of Infrastructure

4th fl. Hearst Block 900 Bay Street Queen's Park, Toronto Ontario, Canada M7A 2E1

416-326-9602 office 416-326-3947 fax

From:
Danyluk, Erica (CAB)

Sent:
November-17-11 2:51 PM

Nutter, George (ENERGY)

Subject:
FW: Greenfield South

George - can you please forward a revised version based on this input that can be sent to PO?

Erica Danyluk

Senior Advisor, Cabinet Office Communications (p) 416.325.1179, (f) 416.325.1979 erica.danyluk@ontario.ca

From: Botond, Erika (ENERGY) Sent: November 17, 2011 2:49 PM

To: Nutter, George (ENERGY); Danyluk, Erica (CAB); McMichael, Rhonda (CAB)

Cc: Gemmiti, Paola (ENERGY); Kovesfalvi, Sylvia (ENERGY); Calwell, Carolyn (ENERGY); Jennings, Rick (ENERGY); King,

Ryan (ENERGY)

Subject: RE: Greenfield South

One small change - let's break up this sentence and change 'our' to 'the' so it now reads:

We heard that the current process to locate gas plants needed to improve. We committed to relocating the plant and are reviewing the process of how gas plants are located in communities – this will guide our future plans. The best interests of Ontarians and their communities are our number one priority.

From: Nutter, George (ENERGY)
Sent: November 17, 2011 2:29 PM

To: Danyluk, Erica (CAB); McMichael, Rhonda (CAB)

Cc: Gemmiti, Paola (ENERGY); Kovesfalvi, Sylvia (ENERGY); Botond, Erika (ENERGY); Calwell, Carolyn (ENERGY);

Jennings, Rick (ENERGY); King, Ryan (ENERGY)

Subject: Greenfield South

Hi Rhonda, Erica -

After review, we are back to the wording as provided you this morning, and down to this one version.

George Nutter
Manager, Energy Communications
Communications Branch
Ministry of Energy
Ministry of Infrastructure

4th fl. Hearst Block 900 Bay Street Queen's Park, Toronto Ontario, Canada M7A 2E1 416-326-9602 office 416-326-3947 fax

Cayley, Daniel (ENERGY)

From: Calwell, Carolyn (ENERGY)
Sent: November-17-11 3:06 PM

To: Botond, Erika (ENERGY); Kulendran, Jesse (ENERGY); Dunning, Rebecca (ENERGY);

'SOM.Jennifer.Kett@ontario.ca'; MacLennan, Craig (ENERGY); Kett, Jennifer (ENERGY)

Jennings, Rick (ENERGY); Sharkawi, Rula (ENERGY); Gemmiti, Paola (ENERGY); Nutter,

George (ENERGY); Kovesfalvi, Sylvia (ENERGY); Silva, Joseph (ENERGY)

Subject: Re: OPA STATEMENT

I have no concerns as long as the "will not proceed" language is tracked in tomorrow's letter.

Carolyn

Cc:

From: Botond, Erika (ENERGY)

To: Kulendran, Jesse (ENERGY); Dunning, Rebecca (ENERGY); Kett, Jennifer (OPO); MacLennan, Craig (ENERGY); Kett,

Jennifer (ENERGY)

Cc: Calwell, Carolyn (ENERGY); Jennings, Rick (ENERGY); Sharkawi, Rula (ENERGY); Gemmiti, Paola (ENERGY); Nutter,

George (ENERGY); Kovesfalvi, Sylvia (ENERGY); Silva, Joseph (ENERGY)

Sent: Thu Nov 17 14:53:42 2011 Subject: RE: OPA STATEMENT

My changes. Carolyn - this okay? Jen, thoughts?

From: Kulendran, Jesse (ENERGY) Sent: November 17, 2011 2:01 PM

To: Botond, Erika (ENERGY); Dunning, Rebecca (ENERGY); Kett, Jennifer (OPO); MacLennan, Craig (ENERGY)

Cc: Calwell, Carolyn (ENERGY); Jennings, Rick (ENERGY); Sharkawi, Rula (ENERGY); Gemmiti, Paola (ENERGY); Nutter,

George (ENERGY); Kovesfalvi, Sylvia (ENERGY); Silva, Joseph (ENERGY)

Subject: OPA STATEMENT

OPA STATEMENT - 17 NOV 2011 - 2pm

OPA NOT PROCEEDING WITH CONTRACT FOR MISSISSAUGA POWER PLANT

TORONTO, November 16, 2011- The Ontario Power Authority announced today, that despite best efforts to work with Greenfield South Power Corporation, is not proceeding with the contract for Greenfield's Mississauga power plant.

After several weeks of discussions between the Ontario Power Authority and the company, no agreement has been reached to stop construction and relocate. In light of this, the OPA notified the company today they will not proceed with the contract. Greenfield is financially liable for any further investments in the project.

-30-

Tel.: 416-327-7025 · Blackberry: 416-206-1394

From: Botond, Erika (ENERGY)
Sent: November-17-11 3:09 PM

To: Nutter, George (ENERGY); Danyluk, Erica (CAB); McMichael, Rhonda (CAB)

Cc: Gemmiti, Paola (ENERGY); Kovesfalvi, Sylvia (ENERGY); Calwell, Carolyn (ENERGY);

Jennings, Rick (ENERGY); King, Ryan (ENERGY)

Subject: RE: Greenfield South

Attachments: 2011-11-17 Minister's Statement - 3 PM - MO approved.DOC

One last change (sorry, minister is weighing in)

Removed best interests of Ontarians Long story - doesn't need to be there

From: Nutter, George (ENERGY) Sent: November 17, 2011 2:29 PM

To: Danyluk, Erica (CAB); McMichael, Rhonda (CAB)

Cc: Gemmiti, Paola (ENERGY); Kovesfalvi, Sylvia (ENERGY); Botond, Erika (ENERGY); Calwell, Carolyn (ENERGY);

Jennings, Rick (ENERGY); King, Ryan (ENERGY)

Subject: Greenfield South

Hi Rhonda, Erica -

After review, we are back to the wording as provided you this morning, and down to this one version.

George Nutter
Manager, Energy Communications
Communications Branch
Ministry of Energy
Ministry of Infrastructure

4th fl. Hearst Block 900 Bay Street Queen's Park, Toronto Ontario, Canada M7A 2E1

416-326-9602 office 416-326-3947 fax





STATEMENT FROM ONTARIO MINISTER OF ENERGY CHRIS BENTLEY

November 18, 2011

We made a specific commitment to residents in Mississauga and Etobicoke to relocate the gas generating plant currently under construction.

We listened to local concerns from all residents, taking into consideration the changes in the area, including residential development since the plant was proposed.

We heard that the current process to locate gas plants needed to improve. We committed to relocating the plant and are reviewing the process of how gas plants are located in communities – this will guide our future plans.

After several weeks of discussions between the Ontario Power Authority and the owners of the plant, no agreement has been reached to stop construction and relocate.

The Ontario Power Authority has informed the corporation that it is taking the next step in this process and is not proceeding with its contract.

Ontario families and businesses need a reliable supply of clean power for our homes and businesses - we intend to honour our commitment to relocate the gas generation plant as quickly as possible.

For media inquiries call: Jennifer Kett, Minister's Office, 416-327-6747 Jennifer.kett@ontario.ca ontario.ca/energy-news

Disponible en français

Paul Gerard, Communications Branch, 416-327-7226 Paul.gerard@ontario.ca

For public inquiries call:

1-888-668-4636 TTY: 1-800-239-4224

From: Nutter, George (ENERGY)
Sent: November-17-11 3:38 PM

To: Botond, Erika (ENERGY); Danyluk, Erica (CAB); McMichael, Rhonda (CAB)

Cc: Gemmiti, Paola (ENERGY) **Subject:** RE: Greenfield South

Hi Erika --

Could you let me know whether you wish the statement to be posted on Newsroom as a bulletin, posted instead on our website only, or if it will simply be walked around the gallery and sent by you to select media.

BTW I have French already, based on the last version you sent around (3pm).

Please let me know so I can tee things up with our web folks.

George Nutter
Manager, Energy Communications
Communications Branch
Ministry of Energy
Ministry of Infrastructure

4th fl. Hearst Block 900 Bay Street Queen's Park, Toronto Ontario, Canada M7A 2E1

416-326-9602 office 416-326-3947 fax

george.nutter@ontario.ca

From: Botond, Erika (ENERGY) Sent: November 17, 2011 3:09 PM

To: Nutter, George (ENERGY); Danyluk, Erica (CAB); McMichael, Rhonda (CAB)

Cc: Gemmiti, Paola (ENERGY); Kovesfalvi, Sylvia (ENERGY); Calwell, Carolyn (ENERGY); Jennings, Rick (ENERGY); King,

Ryan (ENERGY)

Subject: RE: Greenfield South

One last change (sorry, minister is weighing in)

Removed best interests of Ontarians Long story - doesn't need to be there

From: Nutter, George (ENERGY)
Sent: November 17, 2011 2:29 PM

To: Danyluk, Erica (CAB); McMichael, Rhonda (CAB)

Cc: Gemmiti, Paola (ENERGY); Kovesfalvi, Sylvia (ENERGY); Botond, Erika (ENERGY); Calwell, Carolyn (ENERGY);

Jennings, Rick (ENERGY); King, Ryan (ENERGY)

Subject: Greenfield South

Hi Rhonda, Erica -

After review, we are back to the wording as provided you this morning, and down to this one version.

George Nutter
Manager, Energy Communications
Communications Branch
Ministry of Energy
Ministry of Infrastructure

4th fl. Hearst Block 900 Bay Street Queen's Park, Toronto Ontario, Canada M7A 2E1

416-326-9602 office 416-326-3947 fax

Cayley, Daniel (ENERGY)

From: King, Ryan (ENERGY)

Sent: November-17-11 3:57 PM

To: England, Michael (ENERGY)

Cc: Silva, Joseph (ENERGY); Kulendran, Jesse (ENERGY)

Subject: RE: For Review: OPA Q3 Supply Report

Hi Michael,

When it comes to OPA reports it's an across the board exercise. We received the report via Communications (who coordinated) and offered our comments flagging a couple of issues (noted a little bit lower in the email). From the trail it appears REE also provided comments and a final was sent to the MO this afternoon.

We have not seen the final, nor do I recall being asked to provide a briefing note. We did flag the following items regarding not listing Atikokan and TBay directives as well as the listing of Greenfield South.

From: England, Michael (ENERGY) **Sent:** November 17, 2011 3:50 PM

To: King, Ryan (ENERGY)

Cc: Silva, Joseph (ENERGY); Kulendran, Jesse (ENERGY) Subject: RE: For Review: OPA Q3 Supply Report

Hi Ryan,

Just trying to get up to speed on the various reports floating around the Ministry - my understanding is that your shop has been coordinating OPA supply reports and putting together a briefing note, Ministry comments, etc.

If so, can you please let me know where we're at with this one?

From: Silva, Joseph (ENERGY)
Sent: November 17, 2011 1:57 PM
To: England, Michael (ENERGY)

Subject: FW: For Review: OPA Q3 Supply Report

From: Bacci, Gloria (ENERGY)
Sent: November 17, 2011 1:47 PM

To: Botond, Erika (ENERGY); Dunn, Ryan (ENERGY); Kett, Jennifer (OPO); Kulendran, Jesse (ENERGY); Silva, Joseph

(ENERGY)

Cc: Nutter, George (ENERGY); Biggs, Megan (ENERGY) **Subject:** RE: For Review: OPA Q3 Supply Report

Hi all.

Just to keep you in the loop: Our renewable energy division has reviewed the supply report and has no concerns.

Thx.

From: Bacci, Gloria (ENERGY)
Sent: November 15, 2011 2:03 PM

To: Botond, Erika (ENERGY); Dunn, Ryan (ENERGY); Kett, Jennifer (OPO); Kulendran, Jesse (ENERGY); Silva, Joseph

(ENERGY)

Cc: Nutter, George (ENERGY); Biggs, Megan (ENERGY) **Subject:** RE: For Review: OPA Q3 Supply Report

Importance: High

Hi again,

OPA has given us more time to review. We now have until end of day Friday.

Also, the OPA asked that I flag the following: Colin Andersen requested that a footnote be added to the last page of the report regarding Green field South, which reads:

"[1] The Government of Ontario has announced its intention to relocate the Greenfield South Generating Station.

This statement has been signed off by OPA legal.

Thanks,

Gloria

From: Bacci, Gloria (ENERGY)
Sent: November 15, 2011 12:06 PM

To: Botond, Erika (ENERGY); Dunn, Ryan (ENERGY); Kett, Jennifer (OPO); Kulendran, Jesse (ENERGY); Silva, Joseph

(ENERGY)

Cc: Nutter, George (ENERGY); Biggs, Megan (ENERGY)

Subject: For Review: OPA Q3 Supply Report

Importance: High

Good afternoon all,

The OPA has sent over its draft Q3 Supply Report, attached with feedback from Comms.

ESTDP had the following comments:

On the "status of directive" page they don't list the Atikokan or Thunder Bay directives. It's not essential that they be
there, but it seems a little strange that they've been omitted. Also, Greenfield South is listed as a contracted facility
under development.

We are waiting for feedback from REE, which should come through by end of day. I will forward it to you.

Can you please review/approve the supply report? OPA has asked for it back by end of day November 16.

Thank you,

Gloria

GLORIA BACCI-PUHL | SENIOR COMMUNICATIONS ADVISOR | MINISTRY OF ENERGY & MINISTRY OF INFRASTRUCTURE | 416.212.7920 | gloria.bacci@ontario.ca



Please consider the environment before printing this e-mail

Cayley, Daniel (ENERGY)

From: Calwell, Carolyn (ENERGY)
Sent: November-17-11 4:20 PM

To: Botond, Erika (ENERGY); Kovesfalvi, Sylvia (ENERGY); Kulendran, Jesse (ENERGY);

Dunning, Rebecca (ENERGY); Kett, Jennifer (OPO); MacLennan, Craig (ENERGY); Kett,

Jennifer (ENERGY)

Cc: Jennings, Rick (ENERGY); Sharkawi, Rula (ENERGY); Gemmiti, Paola (ENERGY); Nutter,

George (ENERGY); Silva, Joseph (ENERGY)

Subject: RE: OPA STATEMENT

I have now had a chance to check the draft letter from the OPA. It refers to "will not proceed". That said, I am not concerned about the Minister saying "is not proceeding".

To explain, I was concerned about the Minister stating that "the OPA notified Greenfield today" – in fact, the OPA notified Greenfield last Monday that it "would not proceed with the Contract". I didn't want to leave room for anyone to say that the Minister misstated when the OPA notified Greenfield and what it said.

Carolyn

From: Botond, Erika (ENERGY)
Sent: November 17, 2011 4:12 PM

To: Kovesfalvi, Sylvia (ENERGY); Calwell, Carolyn (ENERGY); Kulendran, Jesse (ENERGY); Dunning, Rebecca (ENERGY);

Kett, Jennifer (OPO); MacLennan, Craig (ENERGY); Kett, Jennifer (ENERGY)

Cc: Jennings, Rick (ENERGY); Sharkawi, Rula (ENERGY); Gemmiti, Paola (ENERGY); Nutter, George (ENERGY); Silva,

Joseph (ENERGY)

Subject: Re: OPA STATEMENT

Not fussed to keep it consistent. But not sure I understand the difference.

From: Kovesfalvi, Sylvia (ENERGY)

To: Calwell, Carolyn (ENERGY); Botond, Erika (ENERGY); Kulendran, Jesse (ENERGY); Dunning, Rebecca (ENERGY);

Kett, Jennifer (OPO); MacLennan, Craig (ENERGY); Kett, Jennifer (ENERGY)

Cc: Jennings, Rick (ENERGY); Sharkawi, Rula (ENERGY); Gemmiti, Paola (ENERGY); Nutter, George (ENERGY); Silva,

Joseph (ENERGY)

Sent: Thu Nov 17 16:10:31 2011 Subject: RE: OPA STATEMENT

Hi – CO has asked if Legal has any concern with our Minister's statement saying "is not proceeding" with the contract.

OPA's statement says "will not proceed" with the contract – and Legal has asked that Letter 2 reflect the "will not proceed" language in tomorrow's letter.

Carolyn, can you let me know - thanks very much.

From: Calwell, Carolyn (ENERGY) Sent: November 17, 2011 3:06 PM

To: Botond, Erika (ENERGY); Kulendran, Jesse (ENERGY); Dunning, Rebecca (ENERGY); Kett, Jennifer (OPO);

MacLennan, Craig (ENERGY); Kett, Jennifer (ENERGY)

Cc: Jennings, Rick (ENERGY); Sharkawi, Rula (ENERGY); Gemmiti, Paola (ENERGY); Nutter, George (ENERGY);

Kovesfalvi, Sylvia (ENERGY); Silva, Joseph (ENERGY)

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Carolyn

From: Botond, Erika (ENERGY)

To: Kulendran, Jesse (ENERGY); Dunning, Rebecca (ENERGY); Kett, Jennifer (OPO); MacLennan, Craig (ENERGY); Kett, Jennifer (ENERGY)

Cc: Calwell, Carolyn (ENERGY); Jennings, Rick (ENERGY); Sharkawi, Rula (ENERGY); Gemmiti, Paola (ENERGY); Nutter,

George (ENERGY); Kovesfalvi, Sylvia (ENERGY); Silva, Joseph (ENERGY)

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Cc: Calwell, Carolyn (ENERGY); Jennings, Rick (ENERGY); Sharkawi, Rula (ENERGY); Gemmiti, Paola (ENERGY); Nutter,

George (ENERGY); Kovesfalvi, Sylvia (ENERGY); Silva, Joseph (ENERGY)

Subject: OPA STATEMENT

OPA STATEMENT - 17 NOV 2011 - 2pm

OPA NOT PROCEEDING WITH CONTRACT FOR MISSISSAUGA POWER PLANT

TORONTO, November 16, 2011- The Ontario Power Authority announced today, that despite best efforts to work with Greenfield South Power Corporation, is not proceeding with the contract for Greenfield's Mississauga power plant.

After several weeks of discussions between the Ontario Power Authority and the company, no agreement has been reached to stop construction and relocate. In light of this, the OPA notified the company today they will not proceed with the contract. Greenfield is financially liable for any further investments in the project.

-30-

Jesse Kulendran · Senior Coordinator, Policy & Special Projects Office of the Deputy Minister · Ministry of Energy

Tel.: 416-327-7025 · Blackberry: 416-206-1394

Cayley, Daniel (ENERGY)

From: England, Michael (ENERGY)
Sent: November-17-11 4:31 PM
To: King, Ryan (ENERGY)

Cc: Silva, Joseph (ENERGY); Kulendran, Jesse (ENERGY)

Subject: RE: For Review: OPA Q3 Supply Report

Thanks Ryan,

Much appreciated, we'll wait to hear back from MO then.

Michael.

From: King, Ryan (ENERGY)
Sent: November 17, 2011 3:57 PM
To: England, Michael (ENERGY)

Cc: Silva, Joseph (ENERGY); Kulendran, Jesse (ENERGY) **Subject:** RE: For Review: OPA Q3 Supply Report

Hi Michael,

When it comes to OPA reports it's an across the board exercise. We received the report via Communications (who coordinated) and offered our comments flagging a couple of issues (noted a little bit lower in the email). From the trail it appears REE also provided comments and a final was sent to the MO this afternoon.

We have not seen the final, nor do I recall being asked to provide a briefing note. We did flag the following items regarding not listing Atikokan and TBay directives as well as the listing of Greenfield South.

From: England, Michael (ENERGY) **Sent:** November 17, 2011 3:50 PM

To: King, Ryan (ENERGY)

Cc: Silva, Joseph (ENERGY); Kulendran, Jesse (ENERGY) **Subject:** RE: For Review: OPA O3 Supply Report

Hi Ryan,

Just trying to get up to speed on the various reports floating around the Ministry - my understanding is that your shop has been coordinating OPA supply reports and putting together a briefing note, Ministry comments, etc.

If so, can you please let me know where we're at with this one?

From: Silva, Joseph (ENERGY)
Sent: November 17, 2011 1:57 PM
To: England, Michael (ENERGY)

Subject: FW: For Review: OPA Q3 Supply Report

From: Bacci, Gloria (ENERGY)
Sent: November 17, 2011 1:47 PM

To: Botond, Erika (ENERGY); Dunn, Ryan (ENERGY); Kett, Jennifer (OPO); Kulendran, Jesse (ENERGY); Silva, Joseph

(ENERGY)

Cc: Nutter, George (ENERGY); Biggs, Megan (ENERGY) **Subject:** RE: For Review: OPA Q3 Supply Report

Hiall,

Just to keep you in the loop: Our renewable energy division has reviewed the supply report and has no concerns.

Thx.

From: Bacci, Gloria (ENERGY)
Sent: November 15, 2011 2:03 PM

To: Botond, Erika (ENERGY); Dunn, Ryan (ENERGY); Kett, Jennifer (OPO); Kulendran, Jesse (ENERGY); Silva, Joseph

(ENERGY)

Cc: Nutter, George (ENERGY); Biggs, Megan (ENERGY) **Subject:** RE: For Review: OPA Q3 Supply Report

Importance: High

Hi again,

OPA has given us more time to review. We now have until end of day Friday.

Also, the OPA asked that I flag the following: Colin Andersen requested that a footnote be added to the last page of the report regarding Green field South, which reads:

"[1] The Government of Ontario has announced its intention to relocate the Greenfield South Generating Station.

This statement has been signed off by OPA legal.

Thanks,

Gloria

From: Bacci, Gloria (ENERGY)
Sent: November 15, 2011 12:06 PM

To: Botond, Erika (ENERGY); Dunn, Ryan (ENERGY); Kett, Jennifer (OPO); Kulendran, Jesse (ENERGY); Silva, Joseph

(ENERGY)

Cc: Nutter, George (ENERGY); Biggs, Megan (ENERGY)

Subject: For Review: OPA Q3 Supply Report

Importance: High

Good afternoon all,

The OPA has sent over its draft Q3 Supply Report, attached with feedback from Comms.

ESTDP had the following comments:

On the "status of directive" page they don't list the Atikokan or Thunder Bay directives. It's not essential that they be
there, but it seems a little strange that they've been omitted. Also, Greenfield South is listed as a contracted facility
under development.

We are waiting for feedback from REE, which should come through by end of day. I will forward it to you.

Can you please review/approve the supply report? OPA has asked for it back by end of day November 16.

Thank you,

Gloria

GLORIA BACCI-PUHL I SENIOR COMMUNICATIONS ADVISOR I MINISTRY OF ENERGY & MINISTRY OF INFRASTRUCTURE I 416.212.7920 | gloria.bacci@ontario.ca



Please consider the environment before printing this e-mail

From: Kovesfalvi, Sylvia (ENERGY) **Sent:** November-17-11 5:26 PM

To: Sharkawi, Rula (ENERGY); 'Kristin Jenkins'; Kulendran, Jesse (ENERGY); Botond, Erika

(ENERGY); Silva, Joseph (ENERGY)

Cc: Gemmiti, Paola (ENERGY); Nutter, George (ENERGY)

Subject: QA/Messaging

Attachments: Greenfield QA - Nov17 (Letter2)5pm.TRACKED.doc; Greenfield QA - Nov17

(Letter2)5pm.CLEAN.doc

Here is the latest (tracked and clean).

This has not been vetted by LEGAL and POLICY in this format (but the content has in other formats so we should be close to final). I will send final approved as soon as I can.

From: Kovesfalvi, Sylvia (ENERGY) Sent: November 17, 2011 3:52 PM

To: Sharkawi, Rula (ENERGY); 'Kristin Jenkins'; Kulendran, Jesse (ENERGY); Botond, Erika (ENERGY)

Subject: RE: QA/Messaging

If the latest as of yesterday is of any help - it's attached.

But even this has changed - am updating now.

From: Sharkawi, Rula (ENERGY) Sent: November 17, 2011 3:46 PM

To: 'Kristin Jenkins'; Kulendran, Jesse (ENERGY); Botond, Erika (ENERGY); Kovesfalvi, Sylvia (ENERGY)

Subject: RE: QA/Messaging

It is the latest for now. Sylvia is updating and will send along when final, which will be soon.

From: Kristin Jenkins [mailto:Kristin.Jenkins@powerauthority.on.ca]

Sent: November 17, 2011 2:49 PM

To: Kulendran, Jesse (ENERGY); Botond, Erika (ENERGY); Sharkawi, Rula (ENERGY)

Subject: QA/Messaging

Is this still the most recent draft?

This e-mail message and any files transmitted with it are intended only for the named recipient(s) above and may contain information that is privileged, confidential and/or exempt from disclosure under applicable law. If you are not the intended recipient(s), any dissemination, distribution or copying of this e-mail message or any files transmitted with it is strictly prohibited. If you have received this message in error, or are not the named recipient(s), please notify the sender immediately and delete this e-mail message.

Greenfield Contract <u>OPA Termination (Repudiation) Not Proceeding</u>
November 176, 2011 (53pm)

MEDIA PROTOCOL

Generally the Minister's Office responds to strategic questions and OPA responds to operational questions.

Strategic - Minister's Office (Minister or Erika Botond)

- Government's decision to relocate the plant
- Government's commitment to relocate the plant.

Operational - OPA (Colin Andersen or Kristen Jenkins)

- Status of contract negotiations, and process for finding another site
- History of Greenfield site selection (required approvals, public consultation, etc).

Process

- The OPA immediately notifies the Ministry of Energy of any Greenfield-related media call (Communications Director, Media Manager and Spokesperson).
- The Ministry immediately notifies Minister's Office, Deputy Minister's Office, Legal and Cabinet Office.
- The OPA submits proposed responses; the ministry secures approvals (Cabinet Office, DMO, Legal, Policy).
- The Minister's Office confirms who responds and how (phone/email).

Current Status

• On November 14, 2011, the OPA sent the first letter to Greenfield South, requesting that Greenfield stop construction and signalling OPA will not proceed with contract if negotiations are not successful. If agreement is not reached to stop construction while continuing to negotiate, the OPA will send a second letter requiring Greenfield South to stop construction and indicating OPA will not proceed with the contract.

WHO SAYS WHAT - General Guidelines

	MINISTER	OPA	
Key Messages	SCENARIO A – OPA advises Greenfield that it will not proceed with the contract and construction does not stop		
	We made a specific commitment to residents in Mississauga and Etobicoke to relocate the gas generating plant currently under construction.	Despite best efforts to work with Greenfield South Power Corporation, <u>OPA will not bwe are not</u> proceeding with the contract for Greenfield's	Formatted: Font: Arial, 10 pt
	We listened to local concerns from all residents, taking into consideration the changes in the area, including residential development since the plant was proposed.	Mississauga power plant. - After several weeks of discussions it has become clear that Greenfield South has no intent to consider	
	We heard that the current process to locate gas plants needed to improve. We committed to relocating the plant and are reviewing the process of how gas plants are located in communities – this will guide our future plans.	relocation and continues construction, no agreement has been reached to stop construction and relocate. In light of this, we have-notified Greenfield that we are not proceeding with the contract. Greenfield is	
	After several weeks of discussions between the Ontario Power Authority and the owners of the plant, no agreement has been reached to stop construction and relocate.	financially liable for any further investments in the project.	
	The Ontario Power Authority has informed the corporation that it is taking the next step in this process and is not proceeding with its contract.	The OPA will continue to work with the government to identify another site for the gas plant based on local generation needs and transmission and distribution support to ensure a long-term reliable	
	Ontario families and businesses need a reliable supply of clean power for our homes and businesses.	supply of electricity.	Formatted: Font: Arial, 10 pt
	We intend to honour our commitment to relocate the gas generation plant as quickly as possible. The OPA has advised us that after several weeks of discussions between the Ontario Power Authority and the owners of the plant, no agreement has been reached to stop construction and relocate.		

The Ontario Power Authority has informed Greenfield South that it is taking the next step in this process and will not proceed with its contract.

Ontario families and businesses need a reliable supply of clean power for our homes and businesses.

The government intends to honour our commitment to relocate the gas generation plant.

The best interests of Ontarians and their communities are our number one priority.

(this section requires OPA input)

We are continuing to negotiate with Greenfield South.

While negotiations continue, Greenfield South has agreed to stop construction immediately.

We are continuing our discussions with Greenfield South and hope to reach a satisfactory resolution.

SCENARIO B – OPA advised Greenfield that it will not proceed with the contract Hand agreement is reached to stop construction

The OPA continues to negotiate with Greenfield South.

While negotiations continue, Greenfield South has agreed to stop construction immediately.

We are pleased with this progress and look forward to a satisfactory resolution.

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The government will continue to ensure that the best interests of Ontario's communities and ratepayers remain the primary priority.	
SCENARIO C – If letter/letters become public Despite OPA's best efforts, negotiations were not successful. OPA has decided that the contract will come to an end and we support their decision. The government is committed to relocating this plant. It is in the ratepayer's interest to stop construction of this plant as soon as possible.	Despite our best efforts, negotiations were not successful. We have decided that the contract will come to an end and appreciate the government's support. The government is committed to relocating this plant. It is in the ratepayer's interest to stop construction of this plant as soon as possible.
It is also in the interest of Ontario's economy to resolve this as quickly as possible. We need to reassure electricity developers and investors that Ontario remains a good place to make energy investments. Gas-fired generation has an important and cost-effective role in building a cleaner, more modern electricity system that meets Ontario's energy needs.	It is also in the interest of Ontario's economy to resolve this as quickly as possible. We need to reassure electricity developers and investors that Ontario remains a good place to make energy investments. Gas-fired generation has an important and cost-effective role in building a cleaner, more modern electricity system that meets Ontario's energy needs.
To ensure Ontario is following best practices, the government will look at the gas plant siting process. It has already started to investigate how siting is dealt with in other jurisdictions and this investigation will continue. The government remains committed to providing a strong, stable supply of electricity for Ontario. We also remain committed to- those making investments in Ontario's electricity system.	We share the government's commitment to ratepayer value.

Comment [C1]: This scenario doesn't require this statement.

<u>Letters</u> What does/do these letters mean?	The government will continue to ensure that the best interests of Ontario's communities and ratepayers remain the primary priority.		
Does this mean construction stops immediately?	It/they mean the government supports OPA's decision to not proceed with the contract with Greenfield South.We made a specific commitment to residents in Mississauga and Etobicoke to relocate the gas generating plant currently under construction. The OPA has been working hard to come to a fair resolution. Unfortunately after several weeks of discussion with the corporate owners of the plant, they have not been able to come to a resolution. Not proceeding with the contract is simply the next step in the process to ensure ratepayers are protected. We intend to relocate the plant.	It/they mean thiat the OPA recognized the best next step for all parties involved – ratepayers, the developer and OPA – was not to proceed with the contract. The OPA decided to not to proceed with the contract and the government indicated their support.	
What kind of penalty does the developer face if they don't stop construction?	This means the OPA will no longer proceed with the contract and Greenfield is financially liable for any further investments in the project. This is in the best interests of Ontarians and their communities are our primary priority. It's important that the OPA continue to try and work with the company to resolve this in as quickly and fairly a way as possible.	This means we will no longer proceed with the contract and Greenfield is financially liable for any further investments in the project. That is what we asked and that is our expectation.	Formatted: Font: Not Bold Formatted: Font: Italic
Why did negotiations fail?	That is what the OPA asked and that is our expectation.	The developer will not be able to recover its costs of ongoing construction. We have asked them to stop and that it our expectation.	Formatted: Font: Not Bold

	The developer will not be able to recover its costs of ongoing construction. We expect Greenfield to stop construction. Not proceeding with the contract means Greenfield is financially liable for any further investments in the project. This next step will protect Ontario ratepayers from any future costs.		Formatted: Font: Not Bold
		We could not reach an agreement with the plant owners	
How long did the OPA give it? How extensive have the discussions been?	For several weeks, the Ontario Power Authority has been in discussions with the owners of the plant. They have been unable to come to a resolution on this issue.		
	The OPA has notified the corporation that it is taking the next step in this process and will not proceed with its contract.		
There's been strong and persistent opposition in other communities –	Ontario families and businesses need a reliable supply of clean power for our homes and businesses. We intend to honour our commitment to relocate the gas generation plant. The best interests of Ontarians and their communities are our primary priority. The OPA and the developer could not reach an agreement.	We have been speaking frequently with the developer for the past month.	
Northern York Region for example, yet those plants are proceeding. Why are you stopping this one?	Lunderstand the OPA and developer have been speaking frequently for the past month. There have been several weeks of discussion between the OPA and Greenfield but the parties have been unable to come to a resolution on the issue.	This is a unique case and these circumstances do	
What does "most appropriate way to allocate compensation between the OPA and	The OPA has informed the corporation that it is taking the next step in this process and will not proceed with its contract.	not apply to other contracts or issues.	
Crown" mean? Exactly how much is it	We made a specific commitment to residents in Mississauga and Etobicoke to relocate the gas generating plant currently under construction. There have been significant changes to the area since the plant was originally approved in 2004, including the construction of several residential buildings. We listed to local concerns from all		

going to cost to cancel this contract?	residents. We heard concerns about the location of the plant. We committed to relocating the plant and are reviewing the process of how gas plants are located in communities – this will guide our future plans.	It me	Formatted: Font: Not Bold
How long will settlement negotiations take? Is there a drop-dead date?	This is a unique case and these circumstances do not apply to other contracts or issues.	It means that we will sit down together to determine how to share the cost of not proceeding with the contract, giving full recognition to ratepayer value and contractual obligations.	
Are these letters precedent-setting? Has the Ministry or OPA sent similar letters before? Contract Termination	It means that we will sit down together to determine how to share the cost of not proceeding with the contract, giving full recognition to ratepayer value and contractual obligations.	We are committed to finding a fair resolution that upholds ratepayer value.	
Has the contract been terminated?	That has yet to be determined. The OPA is committed to resolving this matter with ratepayer value top of mind. The OPA is working hard to come to a fair resolution. Unfortunately, after several weeks of discussion with the corporate owners of the plant, they have not agreed to stop construction and relocate. Not proceeding with the contract is simply the next step in the process to ensure ratepayers are protected.	We will take the time needed to find a fair solution.	Formatted: Font: Not Bold

No. Such letters are not precedent-setting. Our agency conducts business on behalf of the people of Ontario. We do so in an open and transparent Who terminated the contract? The OPA will take the time necessary to come to a fair resolution. We intend to honour our commitment to relocate the gas generation plant. The OPA is working hard to come to a fair resolution. This is simply the next step in the process to ensure ratepayers are protected. Why was the contract terminated? Were other solutions not viable? We are in discussions with Greenfield South. We have notified them however that if our negotiations are not successful, we will not be proceeding with the contract. In the meantime, we have asked No. Such letters are not precedent-setting. This is a natural course of business. Our government conducts Greenfield South to stop construction at the site business on behalf of the people of Ontario in an open and Despite best efforts to work with Greenfield South transparent manner. Power Corporation, OPA will not be proceeding with Did the OPA terminate the contract for Greenfield's Mississauga power the contract at the plant. After several weeks of discussions, no government's agreement has been reached to stop construction request? and relocate. In light of this, we have notified Greenfield that we are not proceeding with the contract. Greenfield is financially liable for any further investments in the project. Formatted: Underline The OPA is in discussions with Greenfield South. The OPA has notified Greenfield South that it will not be proceeding with the JF SECOND LETTER IS SENT Formatted: Underline contract if negotiations are not successful. In the meantime, the The OPA requires Greenfield South to stop OPA has asked Greenfield South to stop construction at the siteThe Why wasn't the construction at the site OPA is working hard to come to a fair resolution. Unfortunately, after

several weeks of discussion with the corporate owners of the plant,

Greenfield has not agreed to stop construction and relocate. Not

contract

terminated sooner?

After pursuing discussions to reach a negotiated

	proceeding with the contract is simply the next step in the process to ensure ratepayers are protected.	agreement, wWe have notified Greenfield South that the OPA is not proceeding with the contract.	
If the OPA is terminating the contract, how can you get the company to work with the OPA to relocate the site?	on tour or raispayor or are protected.	We informed Greenfield that we will not proceed with the contract. Contract negotiations are commercially sensitive. These discussions are confidential. We will continue to negotiate in the best interests of Ontarians.	
W	IF SECOND LETTER IS SENT. The Ontario Power Authority informed the corporation that it will not		Formatted: Font: Not Bold, No underline
Will Greenfield South be the company to build the relocated	proceed with its contract. Not proceeding with the contract is simply the next step in the process to ensure ratepayers are protected.	Despite best efforts to work with Greenfield South Power Corporation, OPA will not be proceeding with the contract for Greenfield's Mississauaa power	
plant? Do you have	Following discussions with Greenfield South, OPA decided that not	plant. After several weeks of discussions, no	Formatted: Font: Not Bold
assurances from them on that?	proceeding with the contract would best serve the public's interest.	agreement has been reached to stop construction and relocate. In light of this, we have notified	
		Greenfield that we are not proceeding with the	
	Contract negotiations are commercially sensitive. These discussions are confidential. We are confident the OPA is working	contract. Greenfield is financially liable for any further investments in the project.	
Will you put this back	in the best interests of Ontarians. We made a specific commitment to residents in Mississauga and Etobicoke to relocate the gas	joiner investments in the project.	
out to tender?	generating plant currently under construction. For several weeks, the Ontario Power Authority has been in discussion with the owners		
	of the plant. They have not agreed to stop construction and relocate.	The government has been clear that it is committed	
What is the process		relocating the plant. Given the government's commitment, and following discussions with	
for finding another	The OPA has informed Greenfield that it is taking this step in the process and will not proceed with the contract. Contract	Greenfield South, we decided not proceeding with the contract was the appropriate next step.	
site?	negotiations are commercially sensitive. These discussions are confidential.	Our goal has been to resolve this matter in the best	
		interests of Ontarians. We believe this decision	
		best serves the public interest. Contract negotiations are commercial sensitive and we	
How come you've		cannot say more than that.	
cancelled the plants in Mississauga and			
miosissauga anu	The OPA, as the contract holder, has been in discussions with		

Oakville but not in Northern York Region?	Greenfield South to resolve this matter in the best interests of OntariansFollowing discussions with Greenfield South, OPA decided that not proceeding with the contract best serves the public's interest. We support the OPA's decision. For several weeks, the OPA has been in discussion with the owners	We initiated discussions with Greenfield South as soon as we received the Minister's letter asking us to begin discussions. Not proceeding with the
	of the plant; they have not agreed to stop construction and relocate. The OPA has informed the corporation that it is taking the next step in this process and will not proceed with its contract. Not proceeding with the contract is simply the next step in the process to ensure ratepayers are protected.	contract is the result of these discussions. We will pursue further discussions with Greenfield South.
	Discussions began as soon as they could between OPA and Greenfield South. This decision is the result of those discussions. We want to resolve this in a fair way and these discussions take time. This is simply the next step in the process to ensure ratepayers are protected.	We expect to continue discussions with Greenfield South and hope to reach a satisfactory resolution.
	The OPA will pursue further discussions with Greenfield Southand we expect them to find a satisfactory resolution.	We expect to continue discussions with Greenfield South and hope to reach a satisfactory resolution.
		We will work with the government to identify a

The OPA will pursue further discussions with Greenfield South to

process that takes into consideration system

planning requirements and can accommodate changes that we might make as a result of the plant siting review.

This will require further consideration, but we will

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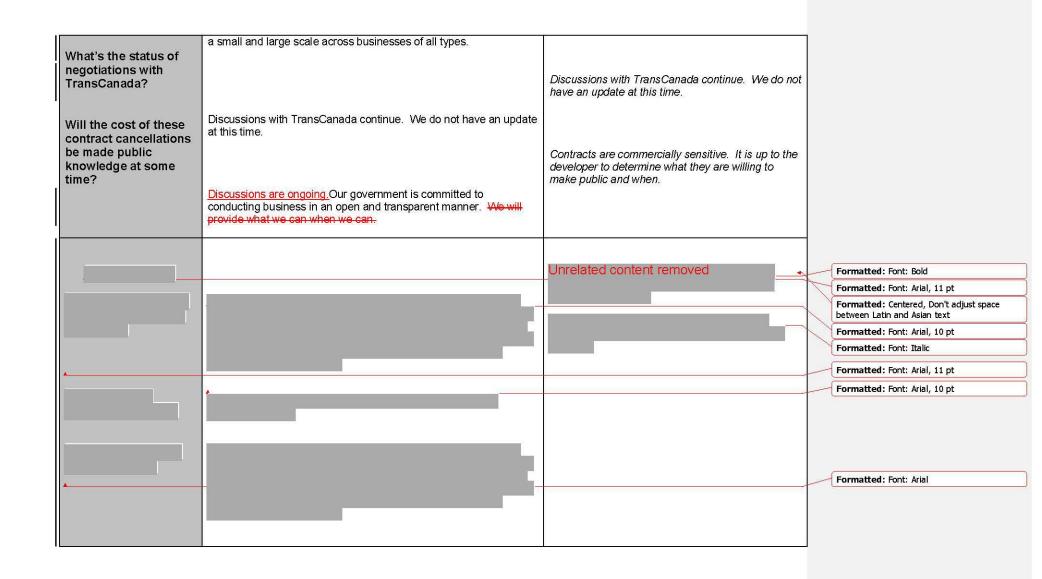
find a satisfactory resolution. Discussions are ongoing. We intend to honour our commitment to relocate the gas generation plant. Ontario families need a reliable supply of clean power for our homes and businesses. T	consider local generation needs and transmission and distribution support. Once options are identified, the public will be consulted.	
Discussions are ongoing. We intend to honour our commitment to relocate the gas generation plant. Ontario families need a reliable	These are two very different situations. Southwest GTA's local reliability issues can be addressed through building transmission. Transmission projects were rejected by the people of Northern York Region, and a generating facility is required immediately in the region to meet North American standards for reliability.	
supply of clean power for our homes and businesses. The OPA will pursue further discussions with Greenfield South to find a satisfactory resolution.		
We will work with the OPA to identify a process that takes into consideration system planning requirements and can accommodate changes that we might make as a result of the plant siting review. The OPA is best able to answer this. We can confirm that the site selection will include public consultation.		Formatted: Font: Arial, 10 pt
These are two very different situations.		
The OPA has advised that Southwest GTA's local reliability issues can be addressed through building transmission. Transmission projects were rejected by the people of northern York Region, and a generating facility is required immediately in the region to meet North American standards for reliability.		



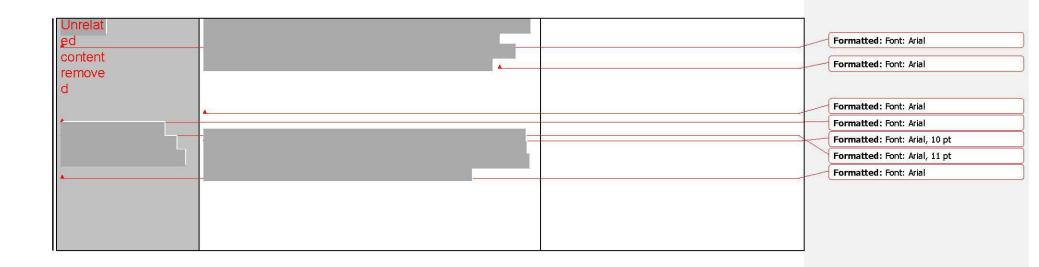


]
Construction	JF GREENFIELD STOPS CONSTRUCTION:		Formatted: Font: Bold
When will construction stop now that Greenfield has agreed to stop work while negotiations continue?	We understand that Greenfield South agreed to stop construction immediately.—The OPA has notified the developer that it is not proceeding with the contract. The OPA has asked the developer to stop work at the site.	We have asked the developer to stop work at the site We have an agreement from Greenfield South to stop construction immediately.	Formatted: Font: Italic
What kind of penalty does the developer face if they don't stop construction?	The developer will not be able to recover its costs of ongoing construction. We expect Greenfield to stop construction.	The developer will not be able to recover its costs of ongoing construction. We have asked them to stop and that it our expectation.	
How much will the construction completed to date cost ratepayers?	That has yet to be determined. The OPA is committed to resolving	We are committed to finding a fair resolution that upholds ratepayer value.	
Why did it take so long to stop construction?	this matter with ratepayer value top of mind. The OPA has notified the developer that it is not proceeding with the contract. The OPA requires the developer to stop work at the site.	We initiated discussions with Greenfield South as soon as we received the Minister's letter asking us to begin discussions. Not proceeding with the contract is the result of these discussions.	Formatted: Font: Not Bold
Now that the OPA has terminated the contract, will work stop at the site?	Discussions began as soon as they could between OPA and Greenfield South. The agreement to stop construction is the result of those discussions.	We have notified Greenfield South that we are not proceeding with the contract. We have stated that we require Greenfield to stop construction. We have made it clear that Greenfield is financially liable if	
	My understanding is that the OPA has notified the developer that it will not be proceeding with the contract. The OPA has asked the developer to stop work at the site.	construction continues. We will pursue further discussions about stopping work at the site, and hope to reach a satisfactory resolution.	

Will legislation be required to stop construction?		The government is best able to answer this question.	
Minister, your spokesperson said that legislation was not needed, is this true?	Legislation is an option, however, the best option, and the one we are choosing at this time, is to have the OPA work with Greenfield South to find satisfactory resolution. We are hopeful that Greenfield South will work with the OPA to find a satisfactory resolution. Legislation is an option, however, we are hopeful that Greenfield South will work with the OPA to find a satisfactory resolution. It is our expectation the OPA and Greenfield South will work together to find a satisfactory resolution.	The government is best able to answer this question.	
	The best option, and the one we are choosing at this time, is to have the OPA work with Greenfield South to find satisfactory resolution to the site.	4	Formatted: Tab stops: 0.38", List tab
Contract Value Why should anyone want to contract with OPA or government after this?	The government and our agencies have successful track records for negotiating and fulfilling contracts in the best interest of Ontario taxpayers. This is a unique case, and these circumstances do not apply to other contracts or issues. Like any other business, energy partners work together to respond to changing conditions. Contracts are renegotiated or terminated on	Our agency has a successful track record for negotiating and fulfilling contracts in the best interest of Ontario ratepayers. This is a unique case and these circumstances to not apply to other contracts or issues.	







Greenfield Contract – OPA Not Proceeding November 17, 2011 (5pm)

MEDIA PROTOCOL

Generally the Minister's Office responds to strategic questions and OPA responds to operational questions.

Strategic - Minister's Office (Minister or Erika Botond)

- Government's decision to relocate the plant
- Government's commitment to relocate the plant.

Operational - OPA (Colin Andersen or Kristen Jenkins)

- · Status of contract negotiations, and process for finding another site
- History of Greenfield site selection (required approvals, public consultation, etc).

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WHO SAYS WHAT - General Guidelines

	MINISTER	OPA
Key Messages	SCENARIO A – OPA advises Greenfield that it will not proceed with the contract and construction does not stop	
	We made a specific commitment to residents in Mississauga and Etobicoke to relocate the gas generating plant currently under construction. We listened to local concerns from all residents, taking into consideration the changes in the area, including residential development since the plant was proposed. We heard that the current process to locate gas plants needed to improve. We committed to relocating the plant and are reviewing the process of how gas plants are located in communities – this will guide our future plans. After several weeks of discussions between the Ontario Power Authority and the owners of the plant, no agreement has been reached to stop construction and relocate. The Ontario Power Authority has informed the corporation that it is taking the next step in this process and is not proceeding with its contract. Ontario families and businesses need a reliable supply of clean power for our homes and businesses. We intend to honour our commitment to relocate the gas generation plant as quickly as possible.	Despite best efforts to work with Greenfield South Power Corporation, OPA will not be proceeding with the contract for Greenfield's Mississauga power plant. After several weeks of discussions, no agreement has been reached to stop construction and relocate. In light of this, we have notified Greenfield that we are not proceeding with the contract. Greenfield is financially liable for any further investments in the project. The OPA will continue to work with the government to identify another site for the gas plant based on local generation needs and transmission and distribution support to ensure a long-term reliable supply of electricity.

SCENARIO B – OPA advised Greenfield that it will not proceed with the contract and agreement is reached to stop construction	(this section requires OPA input)
The OPA continues to negotiate with Greenfield South. While negotiations continue, Greenfield South has agreed to stop construction immediately. We are pleased with this progress and look forward to a satisfactory resolution. The government will continue to ensure that the best interests of Ontario's communities and ratepayers remain the primary priority.	We are continuing to negotiate with Greenfield South. While negotiations continue, Greenfield South has agreed to stop construction immediately. We are continuing our discussions with Greenfield South and hope to reach a satisfactory resolution.
SCENARIO C – If letter/letters become public OPA has decided that the contract will come to an end and we support their decision. The government is committed to relocating this plant. It is in the ratepayer's interest to stop construction of this plant as soon as possible.	We have decided that the contract will come to an end and appreciate the government's support. The government is committed to relocating this plant. It is in the ratepayer's interest to stop construction of this plant as soon as possible.
It is also in the interest of Ontario's economy to resolve this as quickly as possible. We need to reassure electricity developers and investors that Ontario remains a good place to make energy investments. Gas-fired generation has an important and cost-effective role in building a cleaner, more modern electricity system that meets Ontario's energy needs.	It is also in the interest of Ontario's economy to resolve this as quickly as possible. We need to reassure electricity developers and investors that Ontario remains a good place to make energy investments. Gas-fired generation has an important and cost-effective role in building a cleaner, more modern electricity system that meets Ontario's energy

Comment [C1]: This scenario doesn't require this statement.

V		
	The government remains committed to providing a strong, stable supply of electricity for Ontario. We also remain committed to those making investments in Ontario's electricity system.	needs. We share the government's commitment to ratepayer value.
	The government will continue to ensure that the best interests of Ontario's communities and ratepayers remain the primary priority.	
<u>Letters</u>		
What does/do these letters mean?	We made a specific commitment to residents in Mississauga and Etobicoke to relocate the gas generating plant currently under construction. The OPA has been working hard to come to a fair resolution.	It/they mean that the OPA recognized the best next step for all parties involved – ratepayers, the developer and OPA – was not to proceed with the contract.
	Unfortunately after several weeks of discussion with the corporate owners of the plant, they have not been able to come to a resolution. Not proceeding with the contract is simply the next step in the process to ensure ratepayers are protected.	
	We intend to relocate the plant.	
Does this mean construction stops immediately?	This means the OPA will no longer proceed with the contract and Greenfield is financially liable for any further investments in the project. This is in the best interests of Ontarians and their communities are our primary priority. It's important that the OPA continue to try and work with the company to resolve this in as quickly and fairly a way as possible.	This means we will no longer proceed with the contract and Greenfield is financially liable for any further investments in the project.
What kind of penalty does the developer face if they don't stop construction?	Not proceeding with the contract means Greenfield is financially liable for any further investments in the project. This next step will protect Ontario ratepayers from any future costs.	The developer will not be able to recover its costs of ongoing construction.

Why did negotiations fail?	For several weeks, the Ontario Power Authority has been in discussions with the owners of the plant. They have been unable to come to a resolution on this issue.	We could not reach an agreement with the plant owners.
	The OPA has notified the corporation that it is taking the next step in this process and will not proceed with its contract.	
	Ontario families and businesses need a reliable supply of clean power for our homes and businesses. We intend to honour our commitment to relocate the gas generation plant. The best interests of Ontarians and their communities are our primary priority.	
How long did the OPA give it? How	There have been several weeks of discussion between the OPA and Greenfield but the parties have been unable to come to a resolution on the issue.	We have been speaking frequently with the developer for the past month.
extensive have the discussions been?	The OPA has informed the corporation that it is taking the next step in this process and will not proceed with its contract.	
There's been strong and persistent opposition in other communities – Northern York Region for example, yet those plants are proceeding. Why are you stopping this one?	We made a specific commitment to residents in Mississauga and Etobicoke to relocate the gas generating plant currently under construction. There have been significant changes to the area since the plant was originally approved in 2004, including the construction of several residential buildings. We listed to local concerns from all residents. We heard concerns about the location of the plant. We committed to relocating the plant and are reviewing the process of how gas plants are located in communities – this will guide our future plans.	
What does "most appropriate way to allocate compensation between the OPA and Crown" mean?	It means that we will sit down together to determine how to share the cost of not proceeding with the contract, giving full recognition to ratepayer value and contractual obligations.	It means that we will sit down together to determine how to share the cost of not proceeding with the contract, giving full recognition to ratepayer value and contractual obligations.

Exactly how much is it going to cost to cancel this contract?	The OPA is working hard to come to a fair resolution. Unfortunately, after several weeks of discussion with the corporate owners of the plant, they have not agreed to stop construction and relocate. Not proceeding with the contract is simply the next step in the process to ensure ratepayers are protected.	We are committed to finding a fair resolution that uphoids ratepayer value.
How long will settlement negotiations take? Is there a drop-dead date?	We intend to honour our commitment to relocate the gas generation plant. The OPA is working hard to come to a fair resolution. This is simply the next step in the process to ensure ratepayers are protected.	We will take the time needed to find a fair solution.
Are these letters precedent-setting? Has the Ministry or OPA sent similar letters before?	No. Such letters are not precedent-setting. This is a natural course of business. Our government conducts business on behalf of the people of Ontario in an open and transparent manner.	No. Such letters are not precedent-setting. Our agency conducts business on behalf of the people of Ontario. We do so in an open and transparent manner.
Contract Termination		
Has the contract been terminated?	The OPA is working hard to come to a fair resolution. Unfortunately, after several weeks of discussion with the corporate owners of the plant, Greenfield has not agreed to stop construction and relocate. Not proceeding with the contract is simply the next step in the process to ensure ratepayers are protected.	Despite best efforts to work with Greenfield South Power Corporation, OPA will not be proceeding with the contract for Greenfield's Mississauga power plant. After several weeks of discussions, no agreement has been reached to stop construction and relocate. In light of this, we have notified Greenfield that we are not proceeding with the

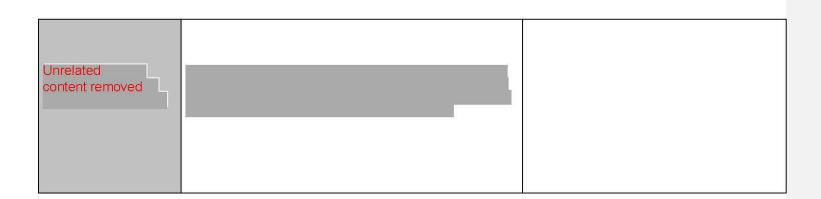
		contract. Greenfield is financially liable for any
		further investments in the project.
Who terminated the contract?	The Ontario Power Authority informed the corporation that it will not proceed with its contract. Not proceeding with the contract is simply the next step in the process to ensure ratepayers are protected.	We informed Greenfield that we will not proceed with the contract.
Why was the contract terminated? Were other solutions not viable?	We made a specific commitment to residents in Mississauga and Etobicoke to relocate the gas generating plant currently under construction. For several weeks, the Ontario Power Authority has been in discussion with the owners of the plant. They have not agreed to stop construction and relocate. The OPA has informed Greenfield that it is taking this step in the process and will not proceed with the contract. Contract negotiations are commercially sensitive. These discussions are confidential.	Despite best efforts to work with Greenfield South Power Corporation, OPA will not be proceeding with the contract for Greenfield's Mississauga power plant. After several weeks of discussions, no agreement has been reached to stop construction and relocate. In light of this, we have notified Greenfield that we are not proceeding with the contract. Greenfield is financially liable for any further investments in the project.
Did the OPA terminate the contract at the government's request?	The OPA, as the contract holder, has been in discussions with Greenfield South to resolve this matter. For several weeks, the OPA has been in discussion with the owners of the plant; they have not agreed to stop construction and relocate. The OPA has informed the corporation that it is taking the next step in this process and will not proceed with its contract. Not proceeding with the contract is simply the next step in the process to ensure ratepayers are protected.	The government has been clear that it is committed relocating the plant. Given the government's commitment, and following discussions with Greenfield South, we decided not proceeding with the contract was the appropriate next step. Contract negotiations are commercial sensitive and we cannot say more than that.
Why wasn't the contract terminated sooner?	Discussions began as soon as they could between OPA and Greenfield South. We want to resolve this in a fair way and these discussions take time. This is simply the next step in the process to ensure ratepayers are protected.	We initiated discussions with Greenfield South as soon as we received the Minister's letter asking us to begin discussions. Not proceeding with the contract is the result of these discussions.

If the OPA is terminating the contract, how can you get the company to work with the OPA to relocate the site?	The OPA will pursue further discussions with Greenfield South.	We will pursue further discussions with Greenfield South.
Will Greenfield South be the company to build the relocated plant? Do you have assurances from them on that?	Discussions are ongoing. We intend to honour our commitment to relocate the gas generation plant. Ontario families need a reliable supply of clean power for our homes and businesses. T	We expect to continue discussions with Greenfield South and hope to reach a satisfactory resolution.
Will you put this back out to tender?	Discussions are ongoing. We intend to honour our commitment to relocate the gas generation plant. Ontario families need a reliable supply of clean power for our homes and businesses.	We expect to continue discussions with Greenfield South and hope to reach a satisfactory resolution.
What is the process for finding another site?	We will work with the OPA to identify a process that takes into consideration system planning requirements and can accommodate changes that we might make as a result of the plant siting review.	We will work with the government to identify a process that takes into consideration system planning requirements and can accommodate changes that we might make as a result of the plant siting review.
How come you've cancelled the plants in Mississauga and Oakville but not in Northern York Region?	These are two very different situations. The OPA has advised that Southwest GTA's local reliability issues can be addressed through building transmission. Transmission projects were rejected by the people of northern York Region, and a generating facility is required immediately in the region to meet North American standards for reliability.	These are two very different situations. Southwest GTA's local reliability issues can be addressed through building transmission. Transmission projects were rejected by the people of Northern York Region, and a generating facility is required immediately in the region to meet North American standards for reliability.

Construction Now that the OPA has terminated the contract, will work stop at the site?	The OPA has notified the developer that it is not proceeding with the contract. The OPA has asked the developer to stop work at the site.	We have asked the developer to stop work at the site
Will legislation be required to stop construction?	The OPA has notified the developer that it is not proceeding with the contract. The OPA requires the developer to stop work at the site. Legislation is an option, however, we are hopeful that Greenfield South will work with the OPA to find a satisfactory resolution.	The government is best able to answer this question.
Minister, your spokesperson said that legislation was not needed, is this true?	Legislation is an option, however, we are hopeful that Greenfield South will work with the OPA to find a satisfactory resolution.	The government is best able to answer this question.
Contract Value Why should anyone want to contract with OPA or government after this?	The government and our agencies have successful track records for negotiating and fulfilling contracts in the best interest of Ontario taxpayers. This is a unique case. Like any other business, energy partners work together to respond to changing conditions. Contracts are renegotiated or terminated on a small and large scale across businesses of all types.	Our agency has a successful track record for negotiating and fulfilling contracts in the best interest of Ontario ratepayers. This is a unique case

What's the status of negotiations with TransCanada?	Discussions with TransCanada continue. We do not have an update at this time.	Discussions with TransCanada continue. We do not have an update at this time.
Will the cost of these contract cancellations be made public knowledge at some time?	Discussions are ongoing.Our government is committed to conducting business in an open and transparent manner.	Contracts are commercially sensitive. It is up to the developer to determine what they are willing to make public and when.
		Unrelated content removed





Cayley, Daniel (ENERGY)

From: Calwell, Carolyn (ENERGY)
Sent: November-17-11 5:35 PM
To: Perun, Halyna N. (ENERGY)

Subject: Greenfield South

For your consideration:

A short update. The OPA plans to send its second letter to Greenfield tomorrow advising that the OPA will not proceed with the contract and requiring Greenfield to stop construction. You saw the draft letter last week. The OPA and the Minister of Energy will issue statements shortly thereafter relating to the OPA's decision not to proceed with the contract. The Minister expects to be scrummed tomorrow morning. Talks between the OPA and Greenfield are expected to continue over the week.

This communication may be solicitor/client privileged and contain confidential information only intended for the person(s) to whom it is addressed. Any dissemination or use of this information by others than the intended recipient(s) is prohibited. If you have received this message in error please notify the writer and permanently delete the message and all attachments. Thank you.

Cayley, Daniel (ENERGY)

From: Calwell, Carolyn (ENERGY)

Sent: November-17-11 6:00 PM

To: Kovesfalvi, Sylvia (ENERGY)

Cc: King, Ryan (ENERGY)

Subject: FW: QA/Messaging (FINAL!?)

Attachments: Greenfield QA - Nov17 (Letter2)5pm.TRACKED.doc; Greenfield QA - Nov17

(Letter2)5pm.CLEAN.doc

Importance: High

I took a last look and made a few changes. I honestly can't follow which answers go with which questions. If further review is required, I need a clean copy and I need the most recent changes highlighted, please.

Carolyn

From: Kovesfalvi, Sylvia (ENERGY) **Sent:** November 17, 2011 5:31 PM

To: Calwell, Carolyn (ENERGY); King, Ryan (ENERGY)

Subject: QA/Messaging (FINAL!?)

Importance: High

Good evening -

Can you stand to look at this one more time??!!!

I've used most of the content from MO-approved version (with exception of clearly political messaging) so should be no surprises/changes.

Many thanks.

Greenfield Contract <u>— OPA Termination (Repudiation) Not Proceeding</u> November 176, 2011 (53pm)

MEDIA PROTOCOL

Generally the Minister's Office responds to strategic questions and OPA responds to operational questions.

Strategic - Minister's Office (Minister or Erika Botond)

- Government's decision to relocate the plant
- · Government's commitment to relocate the plant.

Operational - OPA (Colin Andersen or Kristen Jenkins)

- · Status of contract negotiations, and process for finding another site
- History of Greenfield site selection (required approvals, public consultation, etc).

Process

- The OPA immediately notifies the Ministry of Energy of any Greenfield-related media call (Communications Director, Media Manager and Spokesperson).
- The Ministry immediately notifies Minister's Office, Deputy Minister's Office, Legal and Cabinet Office.
- The OPA submits proposed responses; the ministry secures approvals (Cabinet Office, DMO, Legal, Policy).
- The Minister's Office confirms who responds and how (phone/email).

Current Status

• On November 14, 2011, the OPA sent the first letter to Greenfield South, **requesting** that Greenfield stop construction and signalling OPA will not proceed with contract if negotiations are not successful. If agreement is not reached to stop construction while continuing to negotiate, the OPA will send a second letter **requiring** Greenfield South to stop construction and indicating OPA will not proceed with the contract.