

Expedited Process & LT1 RFP - Summary of Expected Differences

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This document outlines current expected key differences that stakeholders will see reflected in the first Long-Term Request for Proposals (LT1 RFP) as compared to the Expedited Long-Term Request for Proposals (E-LT1 RFP), as well as differences between the Long-Term Reliability Services Contract (LT1 Contract) and the Expedited Long-Term Reliability Services Contract (E-LT 1 Contract). The draft E-LT1 RFP and E-LT1 Contract were posted for stakeholder review and feedback on August 25, 2022 and the draft LT1 RFP will follow. This document may be updated in order to reflect any changes to policy or procurement design in order to inform stakeholders and seek feedback.

Summary of Differences E-LT1 RFP & LT1 RFP

The following table outlines the expected key differences between the E-LT1 RFP and LT1 RFP, presented by the relevant section of the E-LT1 RFP that is proposed to be changed in the LT1 RFP. Unless included in the table below, the provisions from the E-LT1 RFP are also proposed for the LT1 RFP.

E-LT1 RFP	Proposed Change in LT1 RFP
1.2 (d) Procurement Targets	<ul style="list-style-type: none">The LT1 procurement target will be up-to 2500 MW which will be sub-divided into different procurement targets for the Storage Target Capacity and Non-Storage Target Capacity.

E-LT1 RFP	Proposed Change in LT1 RFP
2.2 (e) Commercial Operation	<ul style="list-style-type: none"> • Early COD Payment Multiplier will not be present in the LT1 Contract • Milestone Date for Commercial Operation (MCOB) of May 1, 2027 • Early Operation to result in additional term, but no early COD bonus multiplier
2.2 (k) Completion and Performance Security	<ul style="list-style-type: none"> • Amounts for LT1 RFP are as follows: • Base Amount Small-Scale LT1 Project: \$30,000/MW of Maximum Contract Capacity • Base Amount Large-Scale LT1 Project: \$40,000/MW of Maximum Contract Capacity • From COD to End of the term: \$25,000/MW of Maximum Contract Capacity (for both Small-Scale LT1 Projects and Large-Scale LT1 Projects)
4.3 Stage 3 Rated Criteria	<ul style="list-style-type: none"> • The LT1 RFP may reflect modified Rated Criteria values and/or Priority Zones for location.

Summary of Differences E-LT1 Contract & LT1 Contract

The following table outlines expected differences between the E-LT1 Contract and LT1 Contract, presented by the relevant section of the draft E-LT1 Contract that is proposed to be changed in the LT1 Contract.

Unless included in the table below, the provisions from the draft E-LT1 Contract are also proposed for the LT1 Contract.

E-LT1 Contract Article	Proposed Change in LT1 Contract
2.3 Milestone Date for Commercial Operation	<ul style="list-style-type: none">• Early COD Payment Multiplier will not be present in the LT1 Contract• Milestone Date for Commercial Operation (MCO) of May 1, 2027• Early Operation to result in additional term, but no early COD bonus multiplier• Contract to expire on or before twentieth anniversary of the MCO
2.13 Materials Cost Index Adjustment	<ul style="list-style-type: none">• Subject to change prior to finalization of LT1 RFP, depending on macroeconomic conditions and further IESO analysis.
6.1 Completion and Performance Security	<p>Amounts for LT1 RFP are as follows:</p> <ul style="list-style-type: none">• Base Amount Small-Scale LT1 Project: \$30,000/MW of Maximum Contract Capacity• Base Amount Large-Scale LT1 Project: \$40,000/MW of Maximum Contract Capacity• 1.5 X Base Amount Small-Scale LT1 Project: \$45,000/MW of Maximum Contract Capacity• 1.5 X Base Amount Large-Scale LT1 Project: \$60,000/MW of Maximum Contract Capacity• From COD to End of the term: \$25,000/MW of Maximum Contract Capacity (for both Small-Scale LT1 Projects and Large-Scale LT1 Projects)