

**Topic:**

Municipalities and the OEB Decision to Remove the Fossil Fuel Subsidy

Presented to:

Durham Region, Council Meeting

Presented by:

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The Situation



Developers don't pay for fossil fuel infrastructure.

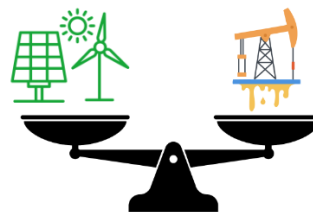
Developers often contribute to the costs of electricity infrastructure.



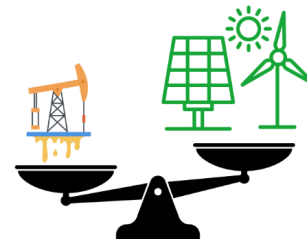
Present State ☹️

The Fossil Fuel rate base pays for fossil fuel infrastructure.

Not being required to pay results in developers using fossil fuels without considering other options



OEB Decision



Climate Emergency State

The Consequences



Allocating costs for new development ensure more accountability and consideration of lower carbon ways to meet energy needs.

If fossil fuel route is free and easy, we aren't doing what we need to do to move the market towards lower carbon buildings.

This is not a fossil fuel ban, it is ensuring we consider lower carbon ways to meet energy needs.

Not just doing the same old, same old solution because it is easier, not because it is more affordable.



The Need to Move a Big Ship – Ontario's Energy System Offerings



Each time we bring fossil fuel into new developments - that will be a fossil fuel community for at least 15 years.

We also risk creating a stranded asset risk that the rate base and Ontarians.

The Ontario Energy Board is a rate payers protection entity.

Enbridge is guaranteed to be paid for its infrastructure investments.

Enbridge customers are the ones required to pay Enbridge.



Show Me the Money.....



\$ 250 million each year for 5 years for infrastructure costs for new connections

Total costs of \$1.5 billion over 5 years when meters and capitalized overhead brought in.

\$ 600 for each Enbridge customer (not just new ones) to pay for that infrastructure.

Fossil fuels are no longer the most cost-effective route

Especially when one brings in those up-front fossil fuel infrastructure costs.

Be honest, do you think you would be inclined to consider other options, if you don't have any financial impetus to consider it?





Pass Council support for upholding the Ontario Energy Board decision to eliminate the fossil fuel subsidy for new developments.

Share Durham Region Council support for the OEB decision with other Durham Region municipalities.

Thank you for your (hoped for) leadership on supporting affordable and low carbon considerations for Ontario's buildings.

