Ontario Energy Board Commission de l'énergie de l'Ontario



EB-2011-0333 EB-2011-0336

IN THE MATTER OF the *Ontario Energy Board Act, 1998*, S.O. 1998, c. 15, Schedule B;

AND IN THE MATTER OF applications by Starwood SSM1 Canada, L.P. and Starwood SSM2 Canada, L.P. for standard offer program electricity generation licences.

By delegation, before: Jennifer Lea

DECISION AND ORDER

Starwood SSM1 Canada, L.P. and Starwood SSM2 Canada, L.P. filed applications on September 1, 2011 with the Ontario Energy Board under section 60 of the *Ontario Energy Board Act, 1998* (the "Act") for electricity generation licences as Standard Offer Program participants. The Board assigned file numbers EB-2011-0333 and EB-2011-0336 to each application, respectively. Due to the similar nature of the applications the Board combined the applications into one proceeding pursuant to section 21(5) of the Act.

The Board's Notice of Application and Written Hearing for the electricity generation licences was issued on September 15, 2011. No parties responded to the Notice of Application and Written Hearing.

After considering the applications, I find it to be in the public interest to issue the electricity generation licences under Part V of the Act.

IT IS THEREFORE ORDERED THAT:

The applications for electricity generation licences are granted, on such conditions as are contained in the attached licences. It is also a condition of this order that the applicants comply with the terms of the connection agreement for a small embedded generation facility or a mid-sized embedded generation facility as set out in Appendix E to the Distribution System Code.

DATED at Toronto, November 25, 2011

ONTARIO ENERGY BOARD

Original signed by

Jennifer Lea Counsel, Special Projects



Electricity Generation Licence

EG-2011-0333

Starwood SSM1 Canada, L.P.

Valid Until

November 24, 2031

Original Signed By

Jennifer Lea Counsel, Special Projects Ontario Energy Board Date of Issuance: November 25, 2011

Ontario Energy Board P.O. Box 2319 2300 Yonge Street 27th. Floor Toronto, ON M4P 1E4 Commission de l'énergie de l'Ontario C.P. 2319 2300, rue Yonge 27e étage Toronto ON M4P 1E4

Starwood SSM1 Canada, L.P. Electricity Generation Licence EG-2011-0333

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1 Definitions

In this Licence:

"Act" means the Ontario Energy Board Act, 1998, S.O. 1998, c. 15, Schedule B;

"Electricity Act" means the Electricity Act, 1998, S.O. 1998, c. 15, Schedule A;

"generation facility" means a facility for generating electricity or providing ancillary services, other than ancillary services provided by a transmitter or distributor through the operation of a transmission or distribution system and includes any structures, equipment or other things used for that purpose;

"Licensee" means Starwood SSM1 Canada, L.P.;

"regulation" means a regulation made under the Act or the Electricity Act;

2 Interpretation

2.1 In this Licence words and phrases shall have the meaning ascribed to them in the Act or the Electricity Act. Words or phrases importing the singular shall include the plural and vice versa. Headings are for convenience only and shall not affect the interpretation of this Licence. Any reference to a document or a provision of a document includes an amendment or supplement to, or a replacement of, that document or that provision of that document. In the computation of time under this Licence where there is a reference to a number of days between two events, they shall be counted by excluding the day on which the first event happens and including the day on which the second event happens. Where the time for doing an act expires on a holiday, the act may be done on the next day that is not a holiday.

3 Authorization

- 3.1 The Licensee is authorized, under Part V of the Act and subject to the terms and conditions set out in this licence:
 - a) to generate electricity or provide ancillary services for sale through the IESOadministered markets or directly to another person subject to the conditions set out in this Licence. This Licence authorizes the Licensee only in respect of those facilities set out in Schedule 1;
 - b) to purchase electricity or ancillary services in the IESO-administered markets or directly from a generator subject to the conditions set out in this Licence; and
 - c) to sell electricity or ancillary services through the IESO-administered markets or directly to another person, other than a consumer, subject to the conditions set out in this Licence.

Starwood SSM1 Canada, L.P. Electricity Generation Licence EG-2011-0333

4 Obligation to Comply with Legislation, Regulations and Market Rules

- 4.1 The Licensee shall comply with all applicable provisions of the Act and the Electricity Act, and regulations under these acts, except where the Licensee has been exempted from such compliance by regulation.
- 4.2 The Licensee shall comply with all applicable Market Rules.

5 Obligation to Maintain System Integrity

- 5.1 Where the IESO has identified, pursuant to the conditions of its licence and the Market Rules, that it is necessary for purposes of maintaining the reliability and security of the IESO-controlled grid, for the Licensee to provide energy or ancillary services, the IESO may require the Licensee to enter into an agreement for the supply of energy or such services.
- 5.2 Where an agreement is entered into in accordance with paragraph 5.1, it shall comply with the applicable provisions of the Market Rules or such other conditions as the Board may consider reasonable. The agreement shall be subject to approval by the Board prior to its implementation. Unresolved disputes relating to the terms of the Agreement, the interpretation of the Agreement, or amendment of the Agreement, may be determined by the Board.

6 Restrictions on Certain Business Activities

6.1 Neither the Licensee, nor an affiliate of the Licensee shall acquire an interest in a transmission or distribution system in Ontario, construct a transmission or distribution system in Ontario or purchase shares of a corporation that owns a transmission or distribution system in Ontario except in accordance with section 81 of the Act.

7 Provision of Information to the Board

- 7.1 The Licensee shall maintain records of and provide, in the manner and form determined by the Board, such information as the Board may require from time to time.
- 7.2 Without limiting the generality of paragraph 7.1 the Licensee shall notify the Board of any material change in circumstances that adversely affects or is likely to adversely affect the business, operations or assets of the Licensee, as soon as practicable, but in any event no more than twenty (20) days past the date upon which such change occurs.

8 Term of Licence

8.1 This Licence shall take effect on November 25, 2011 and expire on November 24, 2031. The term of this Licence may be extended by the Board.

9 Fees and Assessments

9.1 The Licensee shall pay all fees charged and amounts assessed by the Board.

Starwood SSM1 Canada, L.P. Electricity Generation Licence EG-2011-0333

10 Communication

- 10.1 The Licensee shall designate a person that will act as a primary contact with the Board on matters related to this Licence. The Licensee shall notify the Board promptly should the contact details change.
- 10.2 All official communication relating to this Licence shall be in writing.
- 10.3 All written communication is to be regarded as having been given by the sender and received by the addressee:
 - a) when delivered in person to the addressee by hand, by registered mail or by courier;
 - b) ten (10) business days after the date of posting if the communication is sent by regular mail; or
 - c) when received by facsimile transmission by the addressee, according to the sender's transmission report.

11 Copies of the Licence

- 11.1 The Licensee shall:
 - a) make a copy of this Licence available for inspection by members of the public at its head office and regional offices during normal business hours; and
 - b) provide a copy of this Licence to any person who requests it. The Licensee may impose a fair and reasonable charge for the cost of providing copies.

Starwood SSM1 Canada, L.P. Electricity Generation Licence EG-2011-0333

SCHEDULE 1 LIST OF LICENSED GENERATION FACILITIES

The Licence authorizes the Licensee only in respect to the following:

- 1. SSM1 Baseline, owned and operated by the Licensee at 915 Base Line Road, Sault Ste. Marie, Ontario.
- 2. SSM1 Carpin Beach, owned and operated by the Licensee at 751/500 Carpin Beach Road, Sault Ste. Marie, Ontario.



Electricity Generation Licence

EG-2011-0336

Starwood SSM2 Canada, L.P.

Valid Until

November 24, 2031

Original Signed By

Jennifer Lea Counsel, Special Projects Ontario Energy Board Date of Issuance: November 25, 2011

Ontario Energy Board P.O. Box 2319 2300 Yonge Street 27th. Floor Toronto, ON M4P 1E4 Commission de l'énergie de l'Ontario C.P. 2319 2300, rue Yonge 27e étage Toronto ON M4P 1E4

Starwood SSM2 Canada, L.P. Electricity Generation Licence EG-2011-0336

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1 Definitions

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"Electricity Act" means the Electricity Act, 1998, S.O. 1998, c. 15, Schedule A;

"generation facility" means a facility for generating electricity or providing ancillary services, other than ancillary services provided by a transmitter or distributor through the operation of a transmission or distribution system and includes any structures, equipment or other things used for that purpose;

"Licensee" means Starwood SSM2 Canada, L.P.;

"regulation" means a regulation made under the Act or the Electricity Act;

2 Interpretation

2.1 In this Licence words and phrases shall have the meaning ascribed to them in the Act or the Electricity Act. Words or phrases importing the singular shall include the plural and vice versa. Headings are for convenience only and shall not affect the interpretation of this Licence. Any reference to a document or a provision of a document includes an amendment or supplement to, or a replacement of, that document or that provision of that document. In the computation of time under this Licence where there is a reference to a number of days between two events, they shall be counted by excluding the day on which the first event happens and including the day on which the second event happens. Where the time for doing an act expires on a holiday, the act may be done on the next day that is not a holiday.

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- 3.1 The Licensee is authorized, under Part V of the Act and subject to the terms and conditions set out in this licence:
 - a) to generate electricity or provide ancillary services for sale through the IESOadministered markets or directly to another person subject to the conditions set out in this Licence. This Licence authorizes the Licensee only in respect of those facilities set out in Schedule 1;
 - b) to purchase electricity or ancillary services in the IESO-administered markets or directly from a generator subject to the conditions set out in this Licence; and
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Starwood SSM2 Canada, L.P. Electricity Generation Licence EG-2011-0336

SCHEDULE 1 LIST OF LICENSED GENERATION FACILITIES

The Licence authorizes the Licensee only in respect to the following:

1. PGG003, PGG004 and PGG005 owned and operated by the licensee at 860 Black Road, Sault Ste. Marie, Ontario.