

Solar Power Purchase Agreements: A Smart Solution for Ontario Businesses

In today's energy landscape, businesses are increasingly seeking ways to reduce costs, increase sustainability, and gain independence from traditional utility providers. Solar Power Purchase Agreements (PPAs) have emerged as a compelling solution, particularly for Ontario businesses seeking energy predictability and environmental benefits without capital expenditure.

What is a Solar Power Purchase Agreement?

A Power Purchase Agreement is a financial arrangement that allows businesses to benefit from solar energy without any upfront investment. Through this model, a solar provider finances, installs, owns and maintains a solar system on your property while you purchase the electricity generated at a predetermined rate for a specified period — typically 10 to 25 years.

This arrangement offers the dual advantage of avoiding equipment purchase and maintenance costs while securing energy at rates often lower than standard utility pricing.

Key Benefits of PPAs for Ontario Businesses

Price Stability in an Uncertain Market

One of the most compelling aspects of PPAs is the ability to lock in electricity prices for up to 25 years. In an era of fluctuating energy costs, this provides invaluable predictability for long-term budgeting and financial planning, effectively insulating your business from future rate increases.

Cost Management Advantages

For larger industrial users, particularly Class A consumers in Ontario, PPAs can be structured to help reduce Global Adjustment charges through optimized consumption patterns during peak periods—delivering significant cost benefits beyond the base electricity savings.

Environmental Leadership and ESG Compliance

As sustainability transitions from a nice-to-have to a business imperative, PPAs offer a transparent, credible path to meeting environmental targets. They provide measurable progress toward emissions reduction goals and demonstrate corporate responsibility in an increasingly environmentally conscious marketplace.



Why Choose Otter Energy To Develop Your Solar Project? **The Otter Energy Difference:**

Otter Energy is Ontario's leading turnkey solar provider, handling all design, engineering, procurement, and construction needs. Having installed over 450,000 solar panels with a total capacity (to date) of 150MW, we consistently deliver exceptional quality work and select only tier-one equipment. Our portfolio of high-ROI projects is unmatched. **We work with experienced, select financial solution partners to make your project a reality.** We build on time and budget, and our accurate financial estimates always support positive financing outcomes.

The Bottom Line On PPAs

For commercial and industrial customers seeking freedom from unpredictable hydro bills, Solar Power Purchase Agreements offer an accessible path to renewable energy adoption. With zero upfront investment required, businesses can immediately start generating clean energy and cost savings while reducing their environmental impacts.

<u>Download our one-page PPA overview</u> and contact Otter Energy today: info@otterenergy.com