

Stakeholder Engagement Initiatives Involving Traders – Item 7

Intertie Trading Standing Committee
March 5, 2008
Guy Springgay



Stakeholder Engagement Principles

- Transparency and openness of IESO's stakeholder engagement process and IESO decision making.
- Inclusive and adequate representation of all stakeholders.
- Opportunities for meaningful dialogue and input into IESO decision making - input that can influence IESO decision making.
- An accessible and simple stakeholder engagement process.
- Fairness and respect of stakeholders.
- Independence of IESO with respect to stakeholder engagement.
- Complete, accurate, timely and comprehensible information.

Plans Directly Involving Traders

- **SE-61 Exploration of Enhancements to Dispatch Methodology and Processes**
 - Follow up from Market Surveillance Panel (MSP) recommendations on 15 minute dispatch.
 - Will post shortly.
- **SE-60 Inter-market Trading of Operating Reserve**
 - Previously Option 5 in SE-37.
 - Look at both importing and exporting Operating Reserve.
 - Item 3 on Market Pricing Working Group (MPWG) agenda for tomorrow.
- **SE-58 Day-ahead Forecast of Real-time Prices**
 - Second meeting with stakeholders tomorrow afternoon.
 - March 14 - written comment due date from stakeholders on preliminary position paper.
 - April 24 - present proposal to the IESO Board of Directors.
- **SE-55 Incorporating Compliance Sanctioning Guidelines into the Market Rules**
 - Guidelines were previously developed under SE-34.
 - Technical Panel is the main stakeholder forum.
 - Finish Q3, 2008.

Plans Directly Involving Traders (cont'd)

- **SE-54 Peak vs. Average Pre-dispatch Demand Forecast**
 - Past discussion as well as future input via MPWG.
 - April 10 - present recommendation to the MPWG.
 - Recommendations to Board in June 2008.
- **SE-45 Economic Dispatch of Linked Wheel Transactions**
 - Intertie Trading Committee will be the main stakeholder group for interim solution.
 - Technical Panel will be forum for the permanent solution.
 - Item 3 on today's agenda.
- **SE-40 Penalty loss factors**
 - Phase 1 - Implementation of revised static loss factors done in October, 2007
 - Phase 2 recommendations on quasi-dynamic format to be posted late March allowing for stakeholder feedback

Plans Directly Involving Traders (cont'd)

- **SE-37 Operating Reserve Initiative 4: Shared Activation of Reserve –**
 - Adding back in market schedule per MSP report.
 - MPWG will be the main stakeholder consultation body for input.
 - Possible Technical Panel meetings if rule change needed followed by Board decision in late 2008.

- **SE-21 Day-Ahead Market Evolution**
 - Updated SE plan for Option 1 – See SE 58.
 - Continuing with technical support meetings on generation cost guarantees and cost benefit analysis (CBA).
 - Met with consumers on two occasions for price responsiveness.
 - April 11 - stakeholder meeting to discuss design issues and CBA analysis.
 - June 4, 2008 SAC followed by June Board decision.

- **SE-10 Constrained off CMSC Payments**
 - February 7 - communication for feedback to expand the number of representative nodes used for assessing constrained off watch zones.
 - One feedback received.
 - Modify the Market Manual with intended implementation in June 2008.