

UPDATE ON UTILIZATION PAYMENTS DISCUSSION PAPER

Demand Response Working Group

November 16th 2017

Purpose

- Provide stakeholders with an update on the progress of the discussion paper
- Present some of the key arguments identified in the paper, and capture stakeholder feedback prior to publishing the final paper

Re-cap of Scope

- The paper aims to provide research on utilization payments that will facilitate an informed discussion at future meetings

Economic Efficiency

- Arguments for/against providing a utilization payment to DR resources in light of current and future system needs

DR Participation

- The likely impacts of utilization payments to the dispatch frequency of HDR resources in Ontario

Wider Market Impacts

- Spillover effects on the wider market

Jurisdictional Review

- A summary of practices that are adopted in other markets

Next steps

- The final paper is expected to be published by the end of November / beginning of December
- A discussion around the final paper will be an agenda item at a DRWG in Q1, 2018
 - Participants are expected to have reviewed the paper and be prepared for discussions
- Participants are encouraged to make presentations at the next DRWG to share their perspective on utilization payments
 - Please contact engagement@ieso.ca to register your interest in presenting at the DRWG