

Memorandum

To: Technical Panel
From: Josh Duru
Date: May 17, 2018
Re: MR-00420: Capacity Exports

Attached for Technical Panel review and consideration are the following documents:

- Presentation
- Market rule amendment proposal MR-00420-R00-R01

The IESO proposes to amend the market rules to codify a framework for Ontario-based resources to export capacity, as approved by the IESO.

The IESO will continue to assess and determine the need for changes to the capacity exports framework in the future as a result of requirements arising from the Market Renewal Program (MRP) or from the IESO having entered into capacity export agreements with additional jurisdictions, if applicable.

Specifically, the R00 & R01 amendments will:

- Introduce a new section on capacity exports in the market rules for eligible Ontario-based generation facilities that wish to export their installed capacity to external control areas;
- Specify market participant and IESO rights and obligations for capacity export requests, IESO review of capacity export requests and capacity call processes;
- Specify that called capacity exports will be ineligible for congestion management settlement credits (CMSC); and
- Specify instances when a capacity resource will be ineligible for a real-time generation cost guarantee (RT-GCG) and day-ahead production cost guarantee (DA-PCG) payment.

Further information can be found on the [Capacity Exports](#) stakeholder engagement webpage.

Panel Action and Next Steps

The first draft of the market rule amendment proposal MR-00420-R00-R01 is included for review and discussion only. The IESO will consider and incorporate any Technical Panel feedback into the amendment proposal, and bring a revised draft of the amendment proposal to the Panel for review at the June 26, 2018 meeting.

Yours truly,

Josh Duru

Attach.