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## Memorandum

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To: Technical Panel

From: Adam Cumming

**Date**: July 20, 2021

Re: MR-00467 – Improving Accessibility of Operating Reserve

The IESO is proposing to amend the market rules to add a settlement charge in order to more efficiently claw back operating reserve (OR) payments from market participants where the market participant failed to maintain adequate unused generation (or load reduction) capacity during all intervals in which they were scheduled. In addition, the IESO is proposing to amend the market rules to allow the IESO to calculate operating reserve activation (ORA) dispatches based on resources' output/consumption at the time of ORA.

The intent of the proposed amendment is to ensure that the IESO can reliably receive scheduled OR when it is activated as well as ensure that market participants are only compensated for services they are capable of providing.

## Stakeholder Feedback

The IESO established a stakeholder forum to review and improve accessibility of operating reserve. Information on the improving accessibility of operating reserve stakeholder engagement including presentations and stakeholder feedback is available on the engagement <u>website</u>.

Feedback received throughout the engagement has been positive with stakeholders showing broad support for the proposed amendments.

## **Panel Action and Next Steps**

The IESO recommends that the Technical Panel vote to post the proposed market rule amendment MR-00467 for stakeholder review and comment for a period of two weeks, ending on August 12, 2021.

## **Accompanying Materials**

• Market Rule Amendment Proposal Form - MR-00467

Adam Cumming