
JANUARY 18, 2022

Market Renewal – Energy Project Implementation – Market Rules Market Power Mitigation

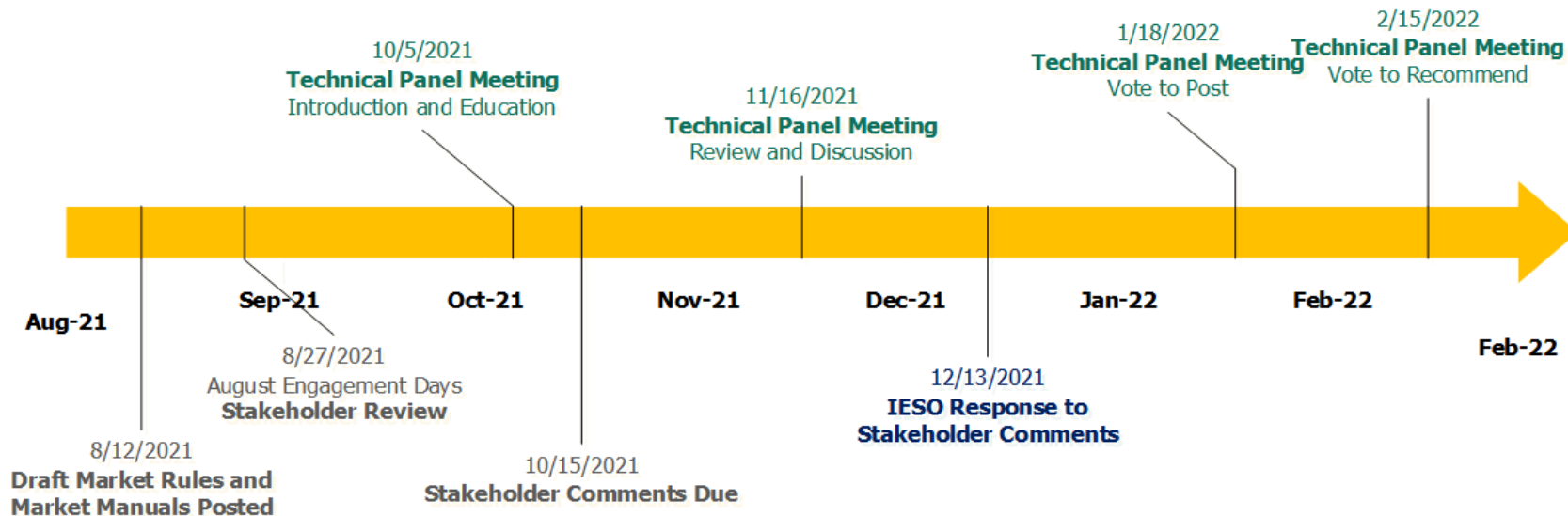
Jessica Tang – Senior Manager, Energy Implementation

Tim Cary – Supervisor, Market Power Mitigation

Agenda

- Schedule Update: Market Power Mitigation (MPM)
- Stakeholder Comments – Summary
- Revisions to the Market Rules – Summary
- Next Steps
- Appendix – MR Amendment Process

MPM Batch Technical Panel Overview: Timeline



Stakeholder Comments - Summary

- Six submissions received with a total of 130 comments on the market rules and market manuals package – the IESO thanks stakeholders for their extensive and constructive comments
- Stakeholder Comments can be found on the [Implementation Engagement page](#) – Oct 15, 2021 materials
- Stakeholder feedback and IESO responses can be found at: [IESO Responses to Stakeholder Feedback](#)

Responses to Stakeholder Comments - Summary

The responses to stakeholder comments fall into the following categories:

Response Type	Number of Responses (130)
Clarification via response, no change required to documents	95
Modification to Market Rule or Market Manual	18
Editorial Changes	9
Addition of Content	4
Update to a Defined Term	4

Example of Modification Response

Stakeholder Comment:

"Material configuration changes should be a defined term, as it is unclear what this means, and therefore what would trigger an update to the list of resources in a narrow constrained area."

IESO Response:

"Market rule section 22.10.2.3 and section 2.2.2 of Market Manual 14.1 have been changed in response to your feedback.."

Responses: Modifications and Addition of Content

Responses classified as "Modifications", or "Addition of Content" resulted in changes to the Market Rules or Market Manuals. These changes are listed here according to topic:

Topic	Number of Comments (22)
Determination of Reference Levels and Reference Quantities	9
Constrained Areas	5
Ex-Post Mitigation for Intertie Withholding	4
Ex-Post Mitigation for Physical Withholding	2
Dispute Resolution Process	1
Independent Review Process	1

Example of Editorial Response

Stakeholder Comment:

"Section 22.16.6.3 is mislabeled as "22.16.3.3".."

IESO Response:

"This section has been updated in response to your feedback."

Example of Addition of Content Response

Stakeholder Comment:

"Include examples of how IESO will methodologically determine PCAs."

IESO Response:

"The IESO has added additional content in section 2.1.2 of Market Manual 14.1 in response to this feedback. The additional content provides more information regarding the methodology for determining PCAs..."

Example of Update to a Defined Term Response

Stakeholder Comment:

"... suggests that a more direct definition of global market power reference intertie zone should be included in Chapter 11. The current definition is implicit, relying on careful reading of Chapter 7 Section 22.11 and applicable market manuals. These sections make use of the defined terms in their exposition, leading to an unclear reading."

IESO Response:

"This definition has been updated in response to your feedback."

Market Rule Revisions: Summary

As noted in the Readers Guide, the IESO made incremental revisions to the Market Rules as a result of four different categories of inputs:

Source of Update	Number of Updates (34)
Stakeholder Comments	20
IESO staff feedback	8
Stakeholder Feedback during Reference Level Consultations	3
IESO updates as a result of Solution Design	3

Revisions to the Market Rules - Summary

Revisions that were made were incremental in nature.

Some examples of the types of revisions that were made:

- Small changes to existing provisions for clarification (22.1.3, 22.6.3, 22.16.9.3)
- New defined terms
- Correction of typographical errors, italicization and removal of acronyms (throughout)
- New sections to provide further information (22.5.12, 22.15.4.1.2, 22.15.4.2.2)

*Each market rule revision in the reader's guide notes the source of the revision.

Revisions to the Market Rules - Documents

Please refer to:

- (1) The [Reader's Guide](#) 'Summary of Market Rule Changes: December 2021' for a complete listing of incremental changes since the August posting of the market rules; and
- (2) Revised amendment proposals with changes highlighted
 - [MR-00455-R00](#)
 - [MR-00461-R01](#)

Next Steps

- Requesting TP vote to post MPM market rule amendments for further stakeholder comment – additional stakeholder comments in response to the incremental changes may assist in furthering the refinement of the proposed rule amendments
- Pending the volume and nature of comments received, IESO will target the February 15th Technical Panel meeting for a vote to provisionally recommend

Appendix – MR Amendment Process

- For a recap of the market rule amendment process for MRP, please see [Market Rule Amendment Process for MRP](#) memo presented to Technical Panel on November 10, 2020
- Reminder: provisional recommendations are subject to the Technical Panel’s review of each subsequent Batch, and formal recommendation to the IESO Board following Technical Panel’s review of the final batch

Thank You

ieso.ca

1.888.448.7777

customer.relations@ieso.ca

engagement@ieso.ca



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