

Reasons of the IESO Board in respect of an amendment to the market rules

Terms and acronyms used herein that are italicized have the meanings ascribed thereto in Chapter 11 of the *market rules*.

The following sets out the *IESO Board's* reasons for its decision on the proposed *amendment* to the *market rules* identified in Part 1 below (the "**Amendment**").

PART 1 – MARKET RULE INFORMATION

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| Identification No.: MR-00457-R00 to R03 and MR-00461-R03 |
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| Title: Market Renewal Program: Interim Alignment Batch |
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The *IESO Board* convened to consider the Amendment on the date and location set out in Part 2 below.

PART 2 – BOARD MEETING INFORMATION

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| Date: June 7, 2023 |
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Prior to considering the Amendment, the directors of the *IESO Board* were asked whether any director had a conflict of interest to declare, the result of which is set out in Part 3 below.

PART 3 – CONFLICTS OF INTEREST

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| <input checked="" type="checkbox"/> No conflict was declared. |
| <input type="checkbox"/> Any director declaring a conflict of interest abstained from voting on the adoption of the Amendment. |

The *IESO Board* was presented with the materials in respect of the Amendment identified in Part 4 below (the "**Materials**"), all of which is *published* on the *IESO's website* subject to such redactions as *IESO* staff determined reasonably necessary.

PART 4 – MATERIALS

- Memorandum from the *Technical Panel* Chair
- *Market Rule* Amendment Proposals as provisionally recommended by *Technical Panel*
- *IESO* Staff memo to *Technical Panel*
- Draft Resolution
- *Technical Panel* member vote and rationale
- Consumer Impact Assessment (this assessment is required to support the *Ontario Energy Board market rule* amendment review process)
- *Technical Panel* and Stakeholder Comments (this assessment is required to support the *Ontario Energy Board market rule* amendment review process)

Having considered the Amendment and the Materials, the *IESO Board* decided as identified in Part 5 for the reasons set out in Part 6.

PART 5 – DECISION

- The *IESO Board* decided in favour of the adoption of the Amendment.
- The *IESO Board* referred the Amendment back to the *technical panel* for further consideration and vote.
- The *IESO Board* decided against the adoption of the Amendment.

PART 6 – REASONS

The *IESO Board* reviewed the Materials including the *Technical Panel's* unanimous vote to provisionally recommend MR-00457-R00 to R03 and MR-00461-R03 for approval by the *IESO Board*. The Markets Committee of the *IESO Board* discussed the Amendments and recommended them for provisional adoption at the June 7, 2023 *IESO Board* meeting.

The *IESO Board* decided to provisionally adopt the Amendments recommended by the *Technical Panel*.

The IESO Board provisionally adopted the Amendments for the following reasons:

1. The Amendments will further the integration of certain defined terms introduced in MRP across the *market rules*;
2. support greater alignment between the market rules and market manuals;
3. integrate *electricity storage resources* into previous MRP amendments;
4. provide greater clarity to the participation requirements for different types of *load resources*.

Formal adoption of the Amendments is reserved pending a review of a full set of *Market Rule* amendments for the Market Renewal Program, and the *IESO Board's* receipt of formal recommendations from the *Technical Panel* and the Markets Committee of the *IESO Board*.