

Memorandum



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To: **MARKETS COMMITTEE**

Presenter: Michael Lyle, Vice President, Legal Resources and Corporate Governance and Chair, IESO Technical Panel

Date: March 7, 2023

Re: Annual Review of Technical Panel mandate and Terms of Reference

Purpose of Item: Recommendation for Approval to the Board

Executive Summary:

The Markets Committee reviews the Terms of Reference of the Technical Panel on an annual basis. In light of discussions with the Technical Panel and Markets Committee in 2022, IESO staff is proposing amendments to the Technical Panel Terms of Reference to provide for additional communication between the Technical Panel and the IESO Board.

Significant Issues, Risks and Opportunities:

The proposed amendments to the Technical Panel Terms of Reference add a second opportunity each year for the IESO Board or a Committee of the Board to meet with the Technical Panel. The proposed amendments also make clear the Board's option to confer with the Technical Panel on proposed market rule amendments.

Background:

In 2022 IESO staff and Technical Panel members discussed greater interaction and transparency between the Technical Panel and the IESO Markets Committee. Currently, the IESO Board receives input, advice and recommendation from the Technical Panel by a vote and submitted rationale for each proposed market rule amendment as well as through an annual meeting.

Following conversations with the IESO Board and the Technical Panel, IESO staff proposed an annual meeting between the Technical Panel and a committee of the IESO Board that reviews market rule amendment proposals. This meeting is in addition to the annual meeting between the Technical Panel and IESO Board. The IESO also noted that the Markets Committee sees value in additional interaction with the Technical Panel and to hear directly from them on market rule amendment concerns, as was the case last year when the Technical Panel was invited to share their perspective on the Market Power Mitigation batch of market rule amendments. As a next step, IESO staff propose changes to the Technical Panel Terms of Reference that sets out additional interaction with the IESO Board.

Proposal and Analysis

The proposed amendments include:

- A change from prescribing one annual meeting between the Technical Panel and the IESO Board or Committee, to two annual meetings with the IESO Board or Committee, and
- A new section indicating that the IESO Board or Committee may confer with the Technical Panel in a manner the IESO Board or Committee deems appropriate, in relation to proposed market rule amendments.

Next Steps / Implementation:

I recommend that the Markets Committee recommend that the IESO Board accept the unanimous vote and recommendation of the Technical Panel to approve the amendments to the Technical Panel Terms of Reference.

Requested Committee Resolution:

The Committee is asked to pass the following resolution:

WHEREAS the IESO is proposing to amend the Technical Panel Terms of Reference.

WHEREAS the IESO engaged with the Technical Panel and stakeholders and incorporated their comments into the proposed amendments to the Technical Panel Terms of Reference.

WHEREAS the Technical Panel voted unanimously to recommend the proposed amendments to the Technical Panel Terms of Reference to the IESO Board.

NOW THEREFORE BE IT RESOLVED THAT the Markets Committee recommends the amendment to the Technical Panel Terms of Reference for approval by the IESO Board, as presented.

Michael Lyle

Cc: IESO Records

Encls.

- a. Technical Panel Terms of Reference
- b. Technical Panel member Rationale, dated January 24, 2023