

Market Rule Amendment Proposal Form

Part 1 - Market Rule Information

Identification No.:	MR-00484-R03
Subject:	Post Go-Live True-Ups for the Renewed Market: Capacity Prudential Support Review
Title:	Post Go-Live True-Ups for the Renewed Market: Capacity Prudential Support Review Clean-Up
Nature of Proposal:	☐ Alteration ☒ Deletion ☐ Addition
Chapter:	0.2
Appendix:	
Sections:	5B
Sub-sections proposed for amending:	5B.1.2 (delete)
Current Market Rules Baseline:	Issue 2.0 – May 1, 2025

Part 2 - Proposal History

Version	Reason for Issuing	Version Date
1.0	Draft for Stakeholder Review	August 12, 2025
2.0	Draft for Technical Panel Review	September 2, 2025
3.0	Posted for Stakeholder Review and Comment	September 11, 2025
4.0	Submitted for Technical Panel vote	September 30, 2025
5.0	Recommended by the Technical Panel; submitted for IESO Board review	October 7, 2025
6.0	Approved by IESO Board	October 24, 2025

Approved Amendment Publication Date: October 24, 2025

Approved Amendment Effective Date: December 3, 2025

Part 3 - Explanation for Proposed Amendment

Provide a brief description that includes some or all of the following points:

- The reason for the proposed amendment and the impact on the *IESO-administered markets* if the amendment is not made.
- Alternative solutions considered.
- The proposed amendment, how the amendment addresses the above reason and impact of the proposed amendment on the *IESO-administered markets*.

Summary

As a matter of clean-up, the IESO proposes to delete the obligation for the IESO to review the capacity prudential requirements at least once every three years.

Background

The entire suite of market rule amendments implementing the IESO's Market Renewal Program (MRP) came into effect with the official launch of the renewed market. A limited number of market rule amendment "true-ups" have been identified. The proposed amendments are non-substantive changes required to better align market rules with the correct functioning of MRP implementation. They do not reflect changes in design principles, and are limited to typographical, clean-up, clarifications or computational corrections.

The proposed changes are categorized in the following four themes:

1. Market Power Mitigation (MR-00484-R00);
2. Market and System Operations (MR-00484-R01);
3. Settlements (MR-00484-R02); and
4. Miscellaneous Clean-Up Items (MR-00484-R03-R04-R05).

Discussion

(MR Ch.0.2 s.5B.1.2)

As part of the market rule amendments for MRP, the IESO deleted the general market rule obligation for the IESO to review the prudential security regime in MR Ch.0.2 s.5.1.2. As a matter of clean-up, the IESO proposes to delete a redundant provision in s.5B.1.2 to review the capacity prudential requirements at least once every three years, as part of the general prudential review in historical s.5.1.2.

Part 4 - Proposed Amendment

Chapter 0.2

5B. Capacity Prudential Requirements

5B.1 Purpose

5B.1.1 This section 5B sets forth the nature and amount of *capacity prudential support* that must be provided by *market participants* that are either *capacity auction participants* or *capacity market participants* as a condition of delivering on a *capacity obligation*, and the manner in which such *market participants* must provide and maintain *capacity prudential support* on an on-going basis, in order to protect the *IESO* and *market participants* from payment defaults.

~~5B.1.2 — The *IESO* shall review the *capacity prudential support* requirements set out in this chapter at least once every three years, as part of the review of the *prudential support* requirements pursuant to section 5.1.2.~~