



Market Rule Amendment Proposal

PART 1 – MARKET RULE INFORMATION

Identification No.: MR-00218-R00	
Subject: Functional Deferral # 8 – Treatment of Dispatch Deviation as Increase in Non-Dispatchable Load	
Title: Extension of Functional Deferral #8 – Treatment of Dispatch Deviation as Increase in Non-Dispatchable Load	
Nature of proposal (please indicate with X): <input checked="" type="checkbox"/> Alteration <input type="checkbox"/> Deletion <input type="checkbox"/> Addition	
Chapter: 7	Appendix:
Sections:	
Sub-sections proposed for amending: 4.4.3A	

PART 2 – PROPOSAL HISTORY

Version	Reason for Issuing	Version Date
1.0	Submitted for TP Review and Approval	Feb. 21, 2003
2.0	Recommended by TP (TP 121) and Submitted for IMO Board Approval	Feb. 25, 2003
3.0	IMO-Board Approved	March 28, 2003

Approved Amendment *Publication* Date: April 3, 2003

Approved Amendment *Effective* Date: June 4, 2003

PART 3 – EXPLANATION FOR PROPOSED AMENDMENT

Provide a brief description of the following:

- The reason for the proposed amendment and the impact on the *IMO-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 *IMO-administered markets*.

The current market rules provide that the IMO will not develop the tools to adjust the demand in the unconstrained market schedule so as to account for the amounts by which generators and dispatchable loads deviate from their scheduled quantities until 7 months after market commencement (section 4.4.3A of Chapter 7). The deferred functionality has the identifier FD-08.

The IMO Board at its April 2002 meeting approved extending the deferral of this functionality until such time as locational pricing is implemented. Through an oversight the market rules were not aligned to match the Board's decision. Therefore, there is a need to revise the market rules to reflect the Board's decision in section 4.4.3A of Chapter 7.

In a uniform pricing regime, the dispatch deviation of a given facility and its impact on the uniform price is likely to be immaterial. In addition, as uniform pricing calculations look at the entire market, dispatch deviations of many facilities would be expected to be independent and cancel each other out, to some extent.

PART 4 – PROPOSED AMENDMENT

- 4.4.3A Until such time that locational pricing is implemented in the *IMO-administered markets*, ~~Until the date that is the first day of the seventh calendar month following the market commencement date, calculated from the first day of the calendar month immediately following the month in which the market commencement date occurs,~~ the price-insensitive load to be met shall be determined solely on the basis of the net *energy* injections referred to in section 4.4.3.1.

PART 5 – IMO BOARD COMMENTS



Market Rule Amendment Proposal

PART 1 – MARKET RULE INFORMATION

Identification No.: MR-00218-R01	
Subject: Functional Deferral # 8 – Treatment of Dispatch Deviation as Increase in Non-Dispatchable Load	
Title: Extension of Functional Deferral #8 – Treatment of Dispatch Deviation as Increase in Non-Dispatchable Load	
Nature of proposal (please indicate with X): <input checked="" type="checkbox"/> Alteration <input type="checkbox"/> Deletion <input type="checkbox"/> Addition	
Chapter: 7	Appendix:
Sections:	
Sub-sections proposed for amending: 6.4.2A	

PART 2 – PROPOSAL HISTORY – PLEASE REFER TO MR-00218-R00

Version	Reason for Issuing	Version Date

Approved Amendment *Publication* Date: April 1, 2003

Approved Amendment *Effective* Date: June 4, 2003

PART 3 – EXPLANATION FOR PROPOSED AMENDMENT

Provide a brief description of the following:

- The reason for the proposed amendment and the impact on the *IMO-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 *IMO-administered markets*.

Consequential to the market rule amendments proposed in MR-00218-R00 there is a need to revise the market rules in section 6.4.2A of Chapter 7.

PART 4 – PROPOSED AMENDMENT

6.4.2A Until such time that location pricing is implemented in the *IMO-administered markets* ~~Until the date that is the first day of the seventh calendar month following the market commencement date, calculated from the first day of the calendar month immediately following the month in which the market commencement date occurs,~~ in determining the provisional *market schedule* and provisional *market prices* for any *dispatch interval*, the *IMO* shall not have regard to the estimated deviations referred to in section 6.4.2.6 or to the dispatch adjustments referred to in section 6.4.2.7.

PART 5 – IMO BOARD COMMENTS



Market Rule Amendment Proposal

PART 1 – MARKET RULE INFORMATION

Identification No.: MR-00218-R02	
Subject: Functional Deferral # 8 – Treatment of Dispatch Deviation as Increase in Non-Dispatchable Load	
Title: Extension of Functional Deferral #8 – Treatment of Dispatch Deviation as Increase in Non-Dispatchable Load	
Nature of proposal (please indicate with X): <u> X </u> Alteration <u> </u> Deletion <u> </u> Addition	
Chapter: 7	Appendix:
Sections:	
Sub-sections proposed for amending: 7.5.5A	

PART 2 – PROPOSAL HISTORY – PLEASE REFER TO MR-00218-R00

Version	Reason for Issuing	Version Date

Approved Amendment *Publication Date*: April 1, 2003

Approved Amendment *Effective Date*: June 4, 2003

PART 3 – EXPLANATION FOR PROPOSED AMENDMENT

Provide a brief description of the following:

- The reason for the proposed amendment and the impact on the *IMO-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 *IMO-administered markets*.

Consequential to the market rule amendments proposed in MR-00218-R00 there is a need to revise the market rules in section 7.5.5A of Chapter 7.

PART 4 – PROPOSED AMENDMENT

7.5.5A Section 7.5.5 shall not apply until such time that locational pricing is implemented in the *IMO-administered markets*, ~~the date that is the first day of the seventh calendar month following the *market commencement date*, calculated from the first day of the calendar month immediately following the month in which the *market commencement date* occurs.~~

PART 5 – IMO BOARD COMMENTS



Market Rule Amendment Proposal

PART 1 – MARKET RULE INFORMATION

Identification No.: MR-00218-R03	
Subject: Functional Deferral # 8 – Treatment of Dispatch Deviation as Increase in Non-Dispatchable Load	
Title: Extension of Functional Deferral #8 – Treatment of Dispatch Deviation as Increase in Non-Dispatchable Load	
Nature of proposal (please indicate with X): <u> X </u> Alteration <u> </u> Deletion <u> </u> Addition	
Chapter: 7	Appendix:7.5
Sections:	
Sub-sections proposed for amending:7.3.2	

PART 2 – PROPOSAL HISTORY – PLEASE REFER TO MR -00218-R00

Version	Reason for Issuing	Version Date

Approved Amendment *Publication Date*: April 1, 2003

Approved Amendment *Effective Date*: June 4, 2003

PART 3 – EXPLANATION FOR PROPOSED AMENDMENT

Provide a brief description of the following:

- The reason for the proposed amendment and the impact on the *IMO-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 *IMO-administered markets*.

Consequential to the market rule amendments proposed in MR-00218-R00 there is a need to revise the market rules in section 7.3.2 of Appendix 7.5.

PART 4 – PROPOSED AMENDMENT

7.3.2 ~~Until such time that the locational pricing is implemented in the *IMO-administered markets*: Until the date that is the first day of the seventh calendar month following the *market commencement date*, calculated from the first day of the calendar month immediately following the month in which the *market commencement date* occurs:~~

7.3.2.1 the losses referred to in section 7.3.1.1 shall be incorporated in FixedPurchases in the manner described in section 8.4.3 ; and

7.3.2.2 no adjustments shall be made pursuant to section 7.3.1.3.

PART 5 – IMO BOARD COMMENTS



Market Rule Amendment Proposal

PART 1 – MARKET RULE INFORMATION

Identification No.: MR-00218-R04	
Subject: Functional Deferral # 8 – Treatment of Dispatch Deviation as Increase in Non-Dispatchable Load	
Title: Extension of Functional Deferral #8 – Treatment of Dispatch Deviation as Increase in Non-Dispatchable Load	
Nature of proposal (please indicate with X): <u> X </u> Alteration <u> </u> Deletion <u> </u> Addition	
Chapter: 7	Appendix:7.5
Sections:	
Sub-sections proposed for amending:8.4.3	

PART 2 – PROPOSAL HISTORY – PLEASE REFER TO MR-00218-R00		
Version	Reason for Issuing	Version Date

Approved Amendment *Publication Date*: April 1, 2003

Approved Amendment *Effective Date*: June 4, 2003

PART 3 – EXPLANATION FOR PROPOSED AMENDMENT

Provide a brief description of the following:

- The reason for the proposed amendment and the impact on the *IMO-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 *IMO-administered markets*.

Consequential to the market rule amendments proposed in MR-00218-R00 there is a need to revise the market rules in section 8.4.3 of Appendix 7.5

PART 4 – PROPOSED AMENDMENT

8.4.3 ~~Until such time that locational pricing is implemented in the *IMO-administered markets*, Until the date that is the first day of the seventh calendar month following the market commencement date, calculated from the first day of the calendar month immediately following the month in which the market commencement date occurs,~~ there shall be no actual dispatch adjustment effected pursuant to section 8.4.1 or 8.4.2 and rather than adding the losses within the *IMO control area* to FixedPurchases, FixedPurchases shall be defined to include losses and shall be:

8.4.3.1 the sum of:

- actual metered generation within the *IMO control area*; and
- net scheduled flows over all *interties*,

minus

8.4.3.2 the amount of scheduled *dispatchable load* within the *IMO control area*.

PART 5 – IMO BOARD COMMENTS