

# Intertie Trading Standing Meeting

May 26, 2006 Minutes of Meeting



## Minutes of Meeting Exemptions from the Failure Charge May 26, 2006, 10:30 am - 12:00 pm Web Conference

### Attendees

Company	Name
Coral Energy	Kerr, Paul
Direct Energy Marketing Limited	Dade, Christine
Direct Energy Marketing Limited	Lung, Gene
DTE Energy Trading	Wieszczyk, Ray
HQ Energy Services US	Ecelbarger, Carl
Hydro Quebec	Bellavance, Erik
Manitoba Hydro	Hunter, Kelly
Ontario Power Generation	Gell, Richard
Powerex	Hiley, Michelle
Powerex	McCuaig, Paul
TransAlta Corporation	Kobylka, Gail
TransAlta Corporation	O'Connor, Sandy
TransCanada Energy	Beaudry, Elaine

IESO
Finkbeiner, Darren
Phillips, Carmela
Springgay, Guy
Wright-Hilbig, Rhonda

### **Agenda Item #1: Committee Administration (Darren)**

Darren introduces items for discussion (MISO ramp, DACP update).

MP's comment on last week's minutes: statement on ramp for MISO being 4000MW for quarterly hours is incorrect, should be 1000MW for each quarterly hour.

### **Agenda Item #2: Update on Intertie Failure Charge Treatment for MISO Ramp Failure (Carmela)**

Recommended last meeting MISO ramp no longer be considered bona-fide and legitimate reason for import curtailment.

IESO will wait and observe the effectiveness of MISO's new tools before making any coding changes. Since the May 15<sup>th</sup> MISO tool implementation, the IESO has not yet observed anything unusual.

Comment from MP: The lack of ramp problems could be attributed to the presently low demand for imports into Ontario and thus may be a poor indicator of ramp constricted areas.

IESO Question to MPs (Carmela): Previously, when transaction tags are adjusted coming into the delivery hour, ramp reservation is actually lost, is this still the case with the new tool implemented?

MP: Does not believe that there has been a change, but has yet to verify through an actual scenario.

IESO will try to resolve loss of ramp reservation issue with MISO, in the absence of a solution with MISO on the matter, the failure charge will not apply.

MP Question to IESO: MISO ramp reservations frees up at 20 past hour, is there a possibility that a schedule would not be received until too late because of DACP, and if so, how would it be treated?

IESO: Do not see any performance issues with short run of the pre-dispatch that will significantly delay results, IESO also has clauses that if our tool failures causes a delay, the MP will not be held accountable.

### **Agenda Item #3: DACP Update**

NY implementation status for determination of Financially Binding Status (FBS) is now worse than MISO.

Currently working with MISO IT group.

MP Question to IESO: Not quite seeing what NY's reasons are for not providing data, difference from DA checkout process?

IESO: Giving DA market position data to us might require as much as a tariff change. In addition, during checkout (DA or RT) we are exchanging data, verbal or electronic, now we've had to add step to also publish data to MPs.

MP Question to IESO: Do we need 7 days advance notice of the availability of FBS? If IESO side is satisfied, there does not seem to be any downside for shortening the period.

IESO: 7 days is the usual timeframe IESO gives to participants for changes, not set in stone if committee agrees to shorten the period. However, the period should be no less than 2 days.

Vote taken among committee members and **Group agreed to 2 days.**

MP Question to IESO: On the settlement statements, will the hourly resolution be available or will there just be a total?

IESO: Hourly resolution will be seen.

#### **Agenda Item #4: Future Items (Darren)**

Reminder to committee that new IS codes and revised uses of codes for DACP will be in service June 1st.

IESO reviewed IS codes with committee:

- OTH code indicates MP failure, non bona fide.
- TLRe code used for anything IESO does, security, reliability actions.
- TLRe code is same as "i" code, but from external ISO point of view, so other jurisdiction security, reliability actions, considered bona fide reasons for not being able to navigate.

Exceptions to the rule:

- Urgent rule amendment for linked wheel curtailment treatment, TLRe will be applied for cutting linked wheel transactions.
- MrNh (MISO ramp and transmission and NY HAM protocol), MISO ramp considered bona fide in DA but not in RT, NY cuts under HAM protocol to protect DA transactions.
- ADQh will be used for any actions IESO takes for current or next hour problems, for purpose of adequacy.

- NY90 - 90 minutes checkout process with NY used TLRi/MAX previously, to limit transactions to maximum of 2 hour checkout numbers. NY90 code will be used only during the 2 hour and 1 hour ahead pre-dispatch, if something happens after NY90 timeframe, one of the 5 other codes will be used.
- ORA operating reserve activation has not changed.

Future Items for IJT:

- 15 minute Intertie Scheduling
  - Will IESO be able to go to 15 min intertie scheduling? IESO contemplating this, very early stages.
- Exporting OR
  - Will be looking into this sometime in the future.
- Publishing of Net Interchange Scheduling Limit
  - Currently no visibility of when NISL is binding and limiting, looking to find way to publish number in pre-dispatch timeframe.

Other issues being discussed:

- Enhancing interchange protocols, talking to number of ISO's.
- MP questioned whether or not it makes sense to publish pre-dispatch intertie shadow prices, IESO will look at what it takes and if it adds values.