

IESO-MISO Scheduling Protocol – Seam Improvement Update

Prepared for IJT Meeting May 10, 2007

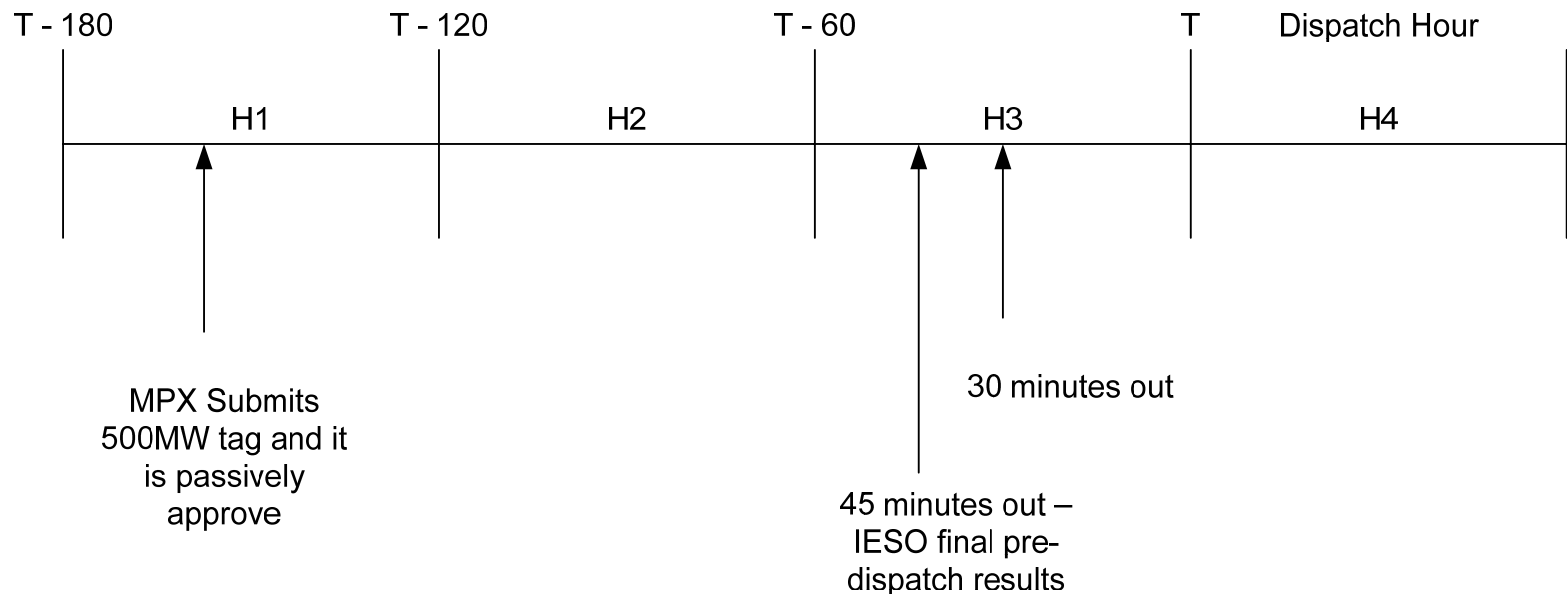


- Current Method of MISO Transmission Service Release and IESO pre-dispatch timing
- Current Seam Issue
- Recommended Action
- Results

- MISO
 - MISO transmission service release
 - MISO calculates Available Transmission Capacity (ATC) for release of non-firm transmission service at approximately T-30 using e-tag data
- IESO
 - IESO Pre-dispatch Timing
 - Final pre-dispatch results typically at T-45 and relevant e-tags adjusted accordingly by participants

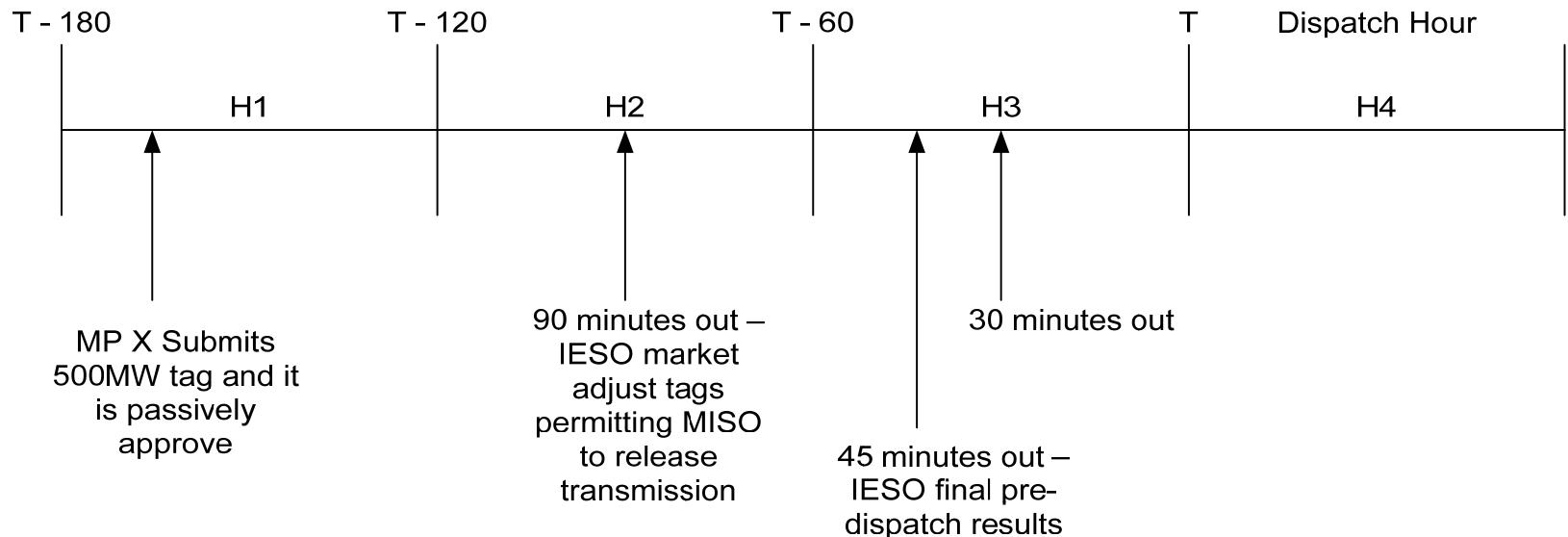
Seam Issue:

- Currently tag adjustment at T-30 with subsequent transmission release
- Example: MP X has purchased 500 MW of transmission service and MP Y has none. At T-45 the IESO PD indicated MP X was scheduled for 200MW and MP Y was scheduled for 150. MP X adjusted the tag by T-30 which provides insufficient time for MP Y to submit an e-tag and acquire the newly available service. MP Y receives no transmission service.



Proposed timing change:

- Propose to market adjust submitted e-tags at T-90 (after pre-dispatch run) to facilitate MISO transmission scheduling
- Example:
 - Participant X has purchased 500 MW of transmission service but got scheduled in the IESO energy market for 200 MW and MP Y for 150. At T-90 the IESO will market adjust MP X's tag to 200 MW permitting the MISO to re-calculate the ATC for the dispatch hour and allowing MP Y to purchase the transmission service and subsequently get scheduled in the market during the IESO's final pre-dispatch run at T-45.
 - If participant X becomes economical in the IESO energy market for the 500 MW at T-30 and participant Y had purchased the transmission service that became available at T-90, participant X retains his original transmission service and flows his 500 MW of energy and participant Y will fail the amount that he purchased at T-90 during the 30 minute checkout.



Process:

- Using the market adjust feature on e-tag
- MISO have confirmed the feasibility of this action
- No tool issues with the MISO
- Automated process by the IESO

- Improved reliability (energy making market)
- Improved market efficiency (seam issue)