

August 23, 2017 – Notes for SAC meeting for agenda Item no. 2: IESO Business Update (20 minutes)

(Speaking notes in black; *Background notes in red italics*)

Absent from the meeting:

- *JoAnne – Barb to fill in*
- *John Beaucage*
- *James Scongack*
- *Darlene Bradley*
- *Jack Burkom*
- *Mark Passi*

- I am joined by my colleagues to help me answer any questions that arise:
 - Kimberly Marshall, VP, Corporate Services
 - Douglas Thomas, VP, IT&I
 - ~~JoAnne Butler, VP, Markets~~ Barbara Ellard, Director, Markets
 - Michael Lyle, VP, Planning, Legal and Aboriginal Relations
 - Leonard Kula, VP, Market & System Operations and COO
 - Glenn McDonald, Director, Market Assessment and Compliance Division

Conservation

- The conservation memo provides an update on:
 - the 2016 verified results – demonstrated continued collaborative relationships between the IESO and LDCs to collectively reach (by end of 2016) 38% of our overall target of 7 TWh under the CFF – there is a further breakdown of the numbers in the posted memo
 - Direction re Province-Wide programs and Home Assistance Program delivery
- Provide a verbal update on IESO support in Green Ontario Fund / Climate Change – interaction with conservation

Notes for Terry:

- *SAC may have a number of questions on Fair Hydro Plan*

Smart Metering Entity

- The memo is an update on the work underway with the Data Strategy Advisory Council. Incorporating feedback from SAC at the last meeting, this Council was established to provide input on the design of the third party access implementation plan to the data within the MDM/R.

- This collection of data represents smart meter data of residential and small business customers.
 - A broader stakeholder engagement initiative is expected to launch in early September to provide stakeholders with input on the Plan before it is finalized
 - Sorana is here to answer any questions
- The memo also provides information on the new SME fee application to the OEB

2017 – 2019 Business Plan – Revenue Requirement Submission - Update

- The OEB issued its final issues list on the IESO's 2017 fees case on August 4th, laying out the scope of the regulatory proceeding.
- Interrogatories on the IESO's evidence were received on Thursday and the IESO has until September 7th to file our responses.
- The Settlement Conference is currently scheduled for September 14 – 15 but may be rescheduled to allow for the filing of intervenor expert evidence.

Notes for Terry:

- *RRS – Submission Details*
 - *The IESO filed its 2017 Revenue Requirement Submission with the OEB on April 21, after receiving the Minister's approval of our 2017-2019 Business Plan at the end of March.*
 - *In its application, the IESO is seeking Revenues of \$191.4 million, \$190.8 of which are to be recovered through usage fees. These revenues include funds to support the IESO's Market Renewal Program, something the Minister of Energy specifically asked us to include in our Business Plan.*
 - *We've proposed new usage fees of \$1.2187 for domestic customers and \$0.9872/MWh for export customers, increases of approximately 4.7% and 2.8% respectively.*
 - *(Note: current fees are \$1.1636 for domestic and \$0.9603 for exports)*
- *The OEB is allowing parties to file expert evidence. If parties intend to do so they are required to inform the OEB by August 25 and provide the estimated costs, including assumptions regarding the participation of the expert in the proceeding and incremental time that will be spent by the intervenors counsel or any other consultant(s) in relation to the expert evidence.*

2018-2020 Business Planning Process

- Terry to provide update

Long Term Energy Plan Update

- Ministry of Energy is expected to release Long Term Energy Plan in the Fall
- At the same time, Ministry will issue an implementation directive and an amending direction for several past IESO-directed initiatives
- Following the release of the LTTP and implementation directive(s), the IESO (and OEB) will submit an implementation plan to the Minister for approval

Notes for Terry:

- *We may take comments at the meeting that SAC should be consulted on the development of an implementation plan*
- *Perhaps we can commit to discussing the implementation plan with SAC*
- *Implementation plan due to the Minister by December 31, 2017*

Regional Electricity Forums

- The IESO is conducting five regional forums across the province – one in Thunder Bay, Sudbury, Ottawa, London and Vaughan – these forums are designed to broaden the dialogue on electricity issues across the province on a more local level - The dates and other details about the meetings are in the materials
 - We invite any suggestions on local agenda topics or local speakers – as well as your support in outreach efforts if you belong to any of these communities
 - We are looking forward to hear from Michael Cleland later in the meeting on the Univ of Ottawa's research within the Positive Energy project – and, in particular, what he is hearing from people across the country on what is needed to effectively engage communities in decision-making within the energy sector
- *Chuck available to answer any questions on Regional Forums*

Stakeholder and Community Engagement Update

- The Stakeholder and Community Engagement update consolidates engagement efforts within our market and system operations, conservation and regional planning including an update on the work within local advisory committees across the province
- We have also included an update on recent community engagement efforts launched within our Indigenous Relations team
- I would like to add that we will be publishing a call for nominations shortly – seeking candidates to fill two role on the Technical Panel:
 - A member representing a Market Participant Industrial Load

- A member representing a Market Participant Generator

Notes for Terry:

- *Re the TP nominations - the two members leaving are:*

- *We do not have a specific generator technology in mind for replacement*
- *In both cases the candidate must be a market participant – load and generator*
- *The Board will review all candidates and we expect they will appoint new members before the end of October*

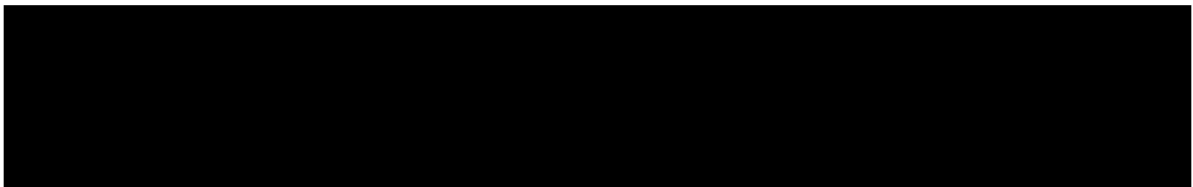
Solar Eclipse – Update

- Invite Leonard to provide a brief update on the Solar Eclipse event of August 21

Other Notes/Issues:

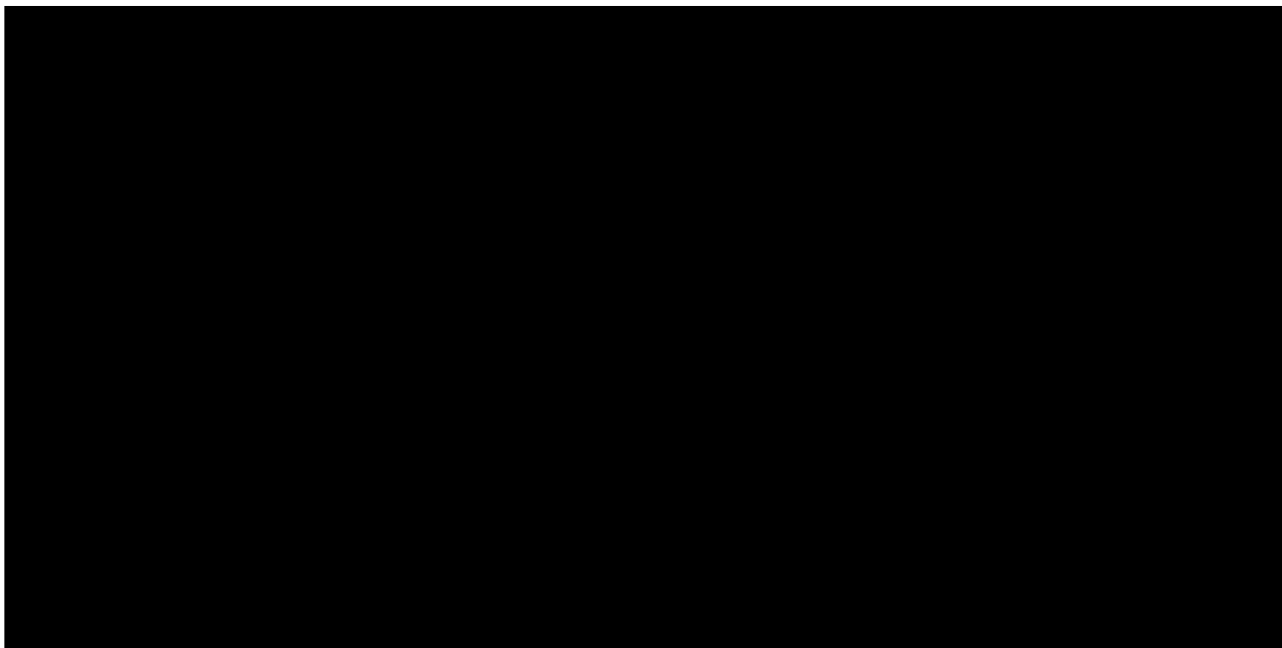
- *IESO Website*
 - *Search function has been fixed and up and running*
 - *Powering Tomorrow – Phase II of website coming later this year*

- *RT-GCG*



- *On Aug 3 the IESO held a conference call inviting all stakeholders and program participants to ask any questions they have on the implementation of the changes - yesterday, we posted a list of Q&A from a conference call*
- *Should questions get raised at SAC we can take them away*
- *Background of events:*
 - *Market Rules in effect in June 2017*
 - *Market Trials conducted June 12 to June 16 which help to inform the Market Manual changes*
 - *Changes to Market Manuals and forms open for comment in July and came into effect early August*

- *The IESO held a conference call on August 3 to invite any additional questions on the changes to the RT-GCG Program*



- *IMDC Process Review*

- *Market Manuals have been revised and are posted for stakeholder comment under the current baseline*
- *Comments on the manuals are due August 25*
- *A “Quick Take” of the process is available to provide an overview of the process*

