



**Reasons of the *IESO Board* in respect of
an *amendment to the market rules***

Terms and acronyms used herein that are italicized have the meanings ascribed thereto in Chapter 11 of the *market rules*.

The following sets out the *IESO Board's* reasons for its decision on the proposed *amendment* to the *market rules* identified in Part 1 below (the “**Amendment**”).

PART 1 – MARKET RULE INFORMATION

Identification No.:	MR- 00443-R00
Title:	Transmission Rights Clearing Account Disbursements

The *IESO Board* convened to consider the Amendment on the date and location set out in Part 2 below.

PART 2 – BOARD MEETING INFORMATION

Date:	August 26, 2020
Location:	Webinar

Prior to considering the Amendment, the Chair of the *IESO Board* enquired whether any director of the *IESO Board* had a conflict of interest to declare, the result of which is set out in Part 3 below.

PART 3 – CONFLICTS OF INTEREST

<p><input checked="" type="checkbox"/> No conflict was declared.</p> <p><input type="checkbox"/> Any director declaring a conflict of interest abstained from voting on the adoption of the Amendment.</p>
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The *IESO Board* was presented with the materials in respect of the Amendment identified in Part 4 below (the “**Materials**”), all of which is *published* on the *IESO*’s [website](#) subject to such redactions as *IESO* staff determined reasonably necessary.

PART 4 – MATERIALS

- Memorandum from the Technical Panel Chair
- Market Rule Amendment Proposal as recommended by Technical Panel
- IESO Staff memo to Technical Panel
- Draft Resolution
- Technical Panel member vote and rationale
- Consumer Impact Assessment (this assessment is required to support the Ontario Energy Board market rule amendment review process)
- Technical Panel and Stakeholder Comments (this assessment is required to support the Ontario Energy Board market rule amendment review process)

Having considered the Amendment and the Materials, the *IESO Board* decided as identified in Part 5 for the reasons set out in Part 6.

PART 5 – DECISION

- The *IESO Board* decided in favour of the adoption of the Amendment.
- The *IESO Board* referred the Amendment back to the *technical panel* for further consideration and vote.
- The *IESO Board* decided against the adoption of the Amendment.

PART 6 – REASONS

The *IESO Board* reviewed the materials including the unanimous *technical panel* vote to recommend MR-00443-R00 for approval by the *IESO Board*. The Markets Committee of the *IESO Board* discussed the Amendment and recommended it for adoption at the August 25, 2020 *IESO Board* meeting.

The *IESO Board* decided to adopt the Amendment recommended by the *technical panel* with an effective date of May 1, 2021.

The IESO Board adopted the Amendment for the following reasons:

1. This Amendment implements a recommendation from the Market Surveillance Panel that is supported by *IESO* staff.
2. The Amendment will result in both increased equity, whereby, Ontario loads will receive a greater portion of the Transmission Rights clearing account disbursement, and will lead to increased efficiency in the export market by reducing the expectation of a future disbursement for exporters.
3. The IESO Board agrees that an effective date of May 1, 2021 is appropriate in order to align the implementation of the Amendment with the Transmission Rights clearing account disbursement schedule, and reflects stakeholder feedback received.