

IESO SENIOR MANAGEMENT UPDATE

To: Stakeholder Advisory Committee

Date: August 26, 2009

Subject: **Enhanced Day-Ahead Commitment Project**

Information Item

The purpose of this memorandum is to provide the Stakeholder Advisory Committee with an update of the progress made by the IESO to complete the market design for the Enhanced Day-Ahead Commitment Project (EDAC).

Background

Following the IESO Board of Directors decision on September 5, 2008 approving the EDAC project, the IESO proceeded to develop and stakeholder the EDAC Market Design document to completion and reported that to the Stakeholder Advisory Committee on February 11th, 2009. The IESO then proceeded to begin the Detailed Design Stage of the project which is comprised of the construction of the following deliverables:

1. EDAC Detailed Design
2. EDAC Business Requirements
3. Market Rules
 - a. Optimization Engine
 - b. Enabling
 - c. Settlements

Update on Progress

In support of these deliverables the IESO formed two Stakeholder Design Working Groups in support of operations and settlements aspects of the detailed design and requirements definition. The Technical Panel has also been engaged for Market Rules Development.

The stakeholder activities have included:

1. EDAC Training Day
2. Three Operations Design Working Group Sessions and additionally
 - a. "Bring-It-All-Together" session
 - b. Update Paper based on final decisions and Market Rules development

3. Four Settlements Design Working Group Sessions
4. Six Technical Panel Sessions in support of Market Rules Development
 - a. Posting for comment of Optimization Engine and Enabling Market Rules in June 2009
 - b. Initiation of Settlements Market Rules Development
5. Release of EDAC web presence (<http://www.ieso.ca/edac>)

Next Steps

The IESO will continue work on the Detailed Design Stage of the project through the Fall of 2009. Specifically the focus will be on completion of the following:

1. Operations and Enabling Market Rules
 - a. Voting by TP in August 2009
 - b. IESO Board of Directors approval in September 2009
2. Settlements Design Working Group “Bring-It-All-Together” session
3. Settlements Market Rules Development
4. EDAC Operations Detailed Design Document

The IESO will also be requesting feedback from Market Participants on their sensitivity to seasonal and other (internal to Market Participants) dependencies that would impact transition to service for EDAC.

The following diagram depicts the EDAC Project lifecycle with some key dates.

Project Timeline

