

Stakeholder Feedback and IESO Response

Capacity Auction Enhancements

Following the [June 25, 2024, Capacity Auction Enhancements engagement](#), the IESO invited stakeholders to provide comments and feedback on the materials presented.

The presentation materials and stakeholder feedback submissions have been posted on the IESO stakeholder engagement webpage for this engagement. Please reference the material for specific feedback as the below information provides excerpts and/or a summary only.

Reference Price

Stakeholder Feedback	IESO Response
Stakeholders indicated that the reference technology and reference price must accurately reflect current market conditions and cost structures, including an assessment of potential impacts on various market participants. Economic assumptions that consider capital and operational costs, efficiency, and technological advancements are essential. This alignment helps market participants confidently plan and invest in new assets and technologies, facilitating a reliable and sustainable energy market.	Thank you for submitting this feedback. The IESO agrees that the reference technology must reflect current market conditions and the net cost of new entry for the reference technology. The four-hour storage reference technology and reference price determined through analysis of recent Long-Term 1 RFP results accurately reflects current market conditions and costs for these new-build capacity resources.

Virtual Zonal Limits

Stakeholder Feedback	IESO Response
Stakeholders' feedback on the virtual zonal limits (VZL) analysis emphasized the urgency for an adjustment to VZL to enable better deployment of demand response resources.	An update on the IESO's VZL analysis for the 2024 Capacity Auction is included in the July 2024 engagement webinar presentation posted to the Capacity Auction Enhancements engagement webpage.

Capacity Auction Testing

Stakeholder Feedback	IESO Response
A stakeholder suggested the following: 1) more flexibility in the scheduling of the test week, and 2) a process for HDR resources to inform the IESO of contributors down for maintenance outages.	To ensure that this feedback is properly interpreted and considered, we ask that stakeholders respond to the more targeted questions provided in the July 2024 engagement feedback form.

General Comments/Feedback

No general comments/feedback were received.