

Applicability

- 1 Section 103.5 applies to:
 - (a) a **pool participant**; and
 - (b) the **ISO**.

Requirements

Net Settlement Instruction

~~2~~ ~~If two (2)~~ ~~The ISO must net out the net settlement instruction volumes against metered energy volumes when calculating any power pool settlement for pool participants, if 2 pool participant~~ counterparties enter into a form of bilateral agreement, one acting as a buyer and the other acting as a seller, and complete all of the requirements under this ~~section~~ Section 103.5 for electronically registering a **net settlement instruction** with the **ISO**, ~~then the ISO must net out the net settlement instruction volumes against metered energy volumes when calculating any power pool settlement for those pool participants.~~

Electronic Registration of Net Settlement Instruction

~~3(1)~~ ~~Through the Energy Trading System, the~~ A **pool participant** may electronically register a **net settlement instruction** through the Energy Trading System if the following criteria are satisfied:

- (a) the counterparties to the **net settlement instruction** are registered and have digital certificates under ~~section~~ Section 201.1 of the **ISO rules**, *Pool Participant Registration*;
- (b) the initiating **pool participant** electronically submits the **net settlement instruction** to the **ISO** through the Energy Trading System not less than ~~twenty (20)~~ minutes before the beginning of the **settlement interval** in which the **net settlement instruction** is to take effect;
- (c) the **source asset** and **sink asset** are metered **pool assets**, or either the **source asset** or the **sink asset** is a metered **pool asset**;
- (d) the submitted **net settlement instruction** information includes:
 - (i) the name of the **net settlement instruction**;
 - (ii) the name of the **pool participant** as seller;
 - (iii) the **source asset** the seller designates;
 - (iv) the name of the **pool participant** as buyer;
 - (v) the **sink asset** the buyer designates;
 - (vi) the MWh volume or percentage output of the **net settlement instruction**;
 - (vii) the commencement date and **settlement interval** of the **net settlement instruction**; and
 - (viii) the expiry date and **settlement interval** of the **net settlement instruction**; and
- (e) the **pool participant** counterparty accepts the **net settlement instruction** through the Energy Trading System not less than ~~twenty (20)~~ minutes before the beginning of the **settlement interval** in which the **net settlement instruction** is to take effect.

ISO Rules

Part 100 General

Division 103 Administration

Section 103.5 Net Settlement Instruction



~~(2) Subject~~The ISO may, subject to subsection 6, ~~if any~~reject the electronic registration or de-registration ~~by of a pool participant~~net settlement instruction if it does not satisfy the criteria under this ~~section~~Section 103.5 for electronic registration or de-registration, ~~then the ISO's remedy is to reject the electronic registration or de-registration.~~

Request for De-registration of a Net Settlement Instruction

~~4(1) After a net settlement instruction is electronically registered, either~~4(1) Either of the **pool participant** counterparties may request to de-register the **net settlement instruction** in subsection 3(1) by delivering a written request to the **ISO** which:

- (a) the **ISO** receives no less than ~~three~~(3) **business days** prior to the requested date for de-registration; and
- (b) includes the following information:
 - (i) a statement that the **net settlement instruction** is to be de-registered;
 - (ii) the **net settlement instruction** registration number;
 - (iii) the name of the **pool participant** as seller;
 - (iv) the designated **source asset**;
 - (v) the name of the **pool participant** as buyer;
 - (vi) the designated **sink asset**; and
 - (vii) the desired effective date and **settlement interval** for which the de-registration is to take effect.

~~(2) If~~The ISO may de-register any net settlement instruction that is the subject of the request, on the effective date specified in the request, if:

- ~~(a) the ISO receives a request that complies with the requirements of subsection 4(1) then the ISO must, on the effective date specified in the request, de-register any net settlement instruction that is the subject of the request.);~~
- (b) the pool participant counterparties have delivered to the ISO any additional or replacement financial security as may be required under Section 103.3 of the ISO rules, Financial Security Requirements; and
- (c) the ISO is satisfied that de-registration will not have any adverse effects

~~(3) A pool participant must register a new net settlement instruction~~must be registered replacing the one requested for de-registration if the initiating **pool participant** submits a new **net settlement instruction** in accordance with this ~~section~~Section 103.5 and the non-initiating counterparty, through the Energy Trading System, accepts the new **net settlement instruction**.

~~(4) The ISO must notify the non-requesting pool participant counterparty, no later than the close of business on the first~~(1st) **business day** after receiving the de-registration request under subsection 4(1), that the **net settlement instruction** is being de-registered in accordance with this subsection 4.

Mandatory De-registration of a Net Settlement Instruction

5(1) A **pool participant** must provide notice to the **ISO** to de-register a **net settlement instruction** if there is:

ISO Rules

Part 100 General

Division 103 Administration

Section 103.5 Net Settlement Instruction



- (a) a change in the registered **pool participant** for any **pool asset** that is the subject of the **net settlement instruction**; or
- (b) a voluntary termination of the registration of the **pool participant** under subsection 9 of ~~section~~Section 201.1 of the **ISO rules**, *Pool ~~Participation~~Participant Registration*.

(2) The **pool participant** must provide notice to the **ISO** of the de-registration of the **net settlement instruction** at least ~~(3)~~ **business days** in advance of an event referred to in subsection 5(1).

ISO Initiated De-registration

~~6~~ ~~The ISO may, in~~ addition to the right ~~of the ISO~~ to suspend any **net settlement instruction** under ~~section~~Section 103.7 of the **ISO rules**, *Financial Default and Remedies*, ~~the ISO may~~ de-register one (1) or more **net settlement instructions** if:

- (a) the **ISO** suspends or terminates the registration of the **pool participant** in accordance with subsection 8 of ~~section~~Section 201.1 of the **ISO rules**, *Pool ~~Participation~~Participant Registration*;
- (b) a **pool participant** voluntarily terminates its registration in accordance with subsection 9 of ~~section~~Section 201.1 of the **ISO rules**, *Pool ~~Participation~~Participant Registration*; or
- (c) a **pool participant** fails to de-register the **net settlement instruction** as required under subsection 5.

Revision History

Effective	Description
<u>2021-xx-xx</u>	<u>Updated subsection 4(2) to require the delivery of financial security before cancelling a net settlement instruction and the ISO's satisfaction of no adverse effects.</u> <u>Other minor updates to align with AESO drafting principles.</u>
2011-07-01	Initial release