

August 27, 2020

Matt Ayres
Chief Economist
Market Surveillance Administrator
Suite 500, 400 – 5th Avenue S.W.
Calgary, AB, T2P 0L6

Dear Matt

Re: Alberta Electric System Operator (“AESO”) response to Market Surveillance Administrator (“MSA”) rule amendment proposal dated January 16, 2020

We are writing in regard to the proposal dated January 16, 2020 (the “Proposal”) that was submitted by the MSA. In the Proposal, the MSA proposed that the AESO change Section 203.6 of the ISO rules, *Available Transfer Capability and Transfer Path Management* (“Section 203.6”) by removing the requirement to restate the available capability of the interchange transaction when the associated e-tag is curtailed, regardless of the entity causing the reduction to the volume associated with an e-tag.

In the AESO’s reply dated March 9, 2020, the AESO stated that:

“The AESO is currently reviewing the Proposal in conjunction with the work it is undertaking as part of the Priced Interties initiative, set out in the AESO’s 2020 Plan for Market-Related Initiatives, as the two items may have related components. The AESO will update stakeholders and identify next steps once it has completed its review.”

The Priced Interties Initiative was originally included in the AESO’s 2020 Market Initiatives Plan¹, but has since been removed as other initiatives have been identified as higher priority. As a result, the AESO will not be completing its review of the Proposal or making any of the proposed changes to Section 203.6 at this time.

In the event circumstances change and the AESO decides to resume the Priced Interties Initiative in 2021, the AESO will also resume its review of the Proposal and the proposed changes to Section 203.6

Yours truly,

Nicole LeBlanc
Director, Markets & Tariff

¹ <https://www.aeso.ca/stakeholder-engagement/aeso-initiatives/market-related-initiatives/>