

Terms of Reference – FINAL (Revised)

1) Introduction

This Terms of Reference was prepared to ensure a mutual understanding of the objectives and processes for the Economic Dispatch of Linked Wheel Transactions (MR-00338) Working Group.

2) Purpose of the Working Group

The Working Group will develop and recommend, to the IESO and the Technical Panel, a design to accomplish economic dispatch of linked wheel transactions.

As a starting point, the Working Group will use the proposed design reviewed by the Technical Panel at its meeting on July 8th, 2008.

3) Deliverables and Timing

- A design, with justification, to accomplish economic dispatch of linked wheel transactions for the IESO-administered markets. Justification will include an assessment of the impact of the recommended design on Ontario market efficiency and power system reliability.
- The recommended design shall be submitted to the IESO and the Technical Panel by the end of October 2008.

4) Composition of the Working Group

The following companies will have representatives on the Working Group:

- i) Brookfield Power
- ii) Constellation Energy
- iii) Hydro Quebec Energy Markets
- iv) IESO
- v) Ontario Power Generation
- vi) Powerex
- vii) Silverhill

5) Organization and Administration of Meetings of the Working Group

- a) A stakeholder member shall be the chair of the Working Group, to be selected by the stakeholder members at the first meeting of the Working Group.
- b) Stakeholder members will be expected to conduct analysis of the design elements and prepare materials for the meetings.
- c) IESO staff members on the Working Group will provide information and advice on the design and provide administrative support to the Working Group. The IESO staff members shall not participate in any Working Group decision making.
- d) Rules and processes governing Working Group decision making (e.g. consensus, majority vote) shall be determined by the stakeholder members at the first meeting of the Working Group. While it is expected that the Working Group would strive for consensus, there will be opportunity for including minority views in the Working Group recommendation.
- e) The IESO will be responsible for distributing meeting materials sufficiently in advance of meetings to enable member review of those materials prior to the meeting.
- f) Working Group meetings are expected to be held either face-to-face or remotely i.e. teleconferencing and/or web casts. The IESO will provide face-to-face meeting facilities as well as teleconferencing and web cast capability.