



28 May 2010

Mr. Kris Aksomitis  
Program Manager  
Market Services  
Alberta Electric System Operator  
2500, 330 5<sup>th</sup> Ave SW  
Calgary, AB T2P 0L4

Via email only

**RE: IPPSA's input into Short Term Wind Integration Paper**

Dear Mr. Aksomitis:

The Independent Power Producers Society of Alberta (IPPSA) provides the following high-level comments to the Alberta Electric System Operator's (AESO) Short Term Wind Integration paper.

- 1) We believe the AESO's proposed approach to short term wind integration should be consistent with the approach delineated in last year's Market Operational Framework. In that Framework, the sequence of tools employed began with the energy market merit order and proceeded to operating reserves dispatch and then finally wind power management. We would be concerned if this current discussion led to a revision of a Framework that was concluded just one year ago. A change to the Framework this quickly would not be consistent with investors' need for a stable and predictable policy environment.
- 2) We appreciate the AESO's delineation of the principles it intends on following to enable wind integration, however we are concern with the distinction the AESO makes between reliability and market objectives. Ensuring reliability is described as the first principle, followed by market principles second. We are concerned with this distinction. In our commoditized market, we submit that reliability is to be met via the market. We encourage the AESO to adopt this understanding.

Should you have any questions about these comments, do not hesitate to contact me. Thank you again for the opportunity to comment.

Sincerely,

A handwritten signature in blue ink, appearing to read "Evan Bahry".

Evan Bahry  
Executive Director

Suite 400, 505 - 8th Avenue SW  
Calgary, Alberta T2P 1G2

T: (403) 282-8811 F: (403) 256-8342  
www.ippsa.com