

October 26, 2018

To: Market Surveillance Administrator, Market Participants and Other Interested Parties

Re: **Invitation for Comments on the Proposed New and Amended Rules and Terms & Definitions for the Implementation of the Capacity Market (“Capacity Market Rules and Definitions”)**

On October 22, 2018 the Alberta Electric System Operator (“AESO”) posted a Letter of Notice regarding the proposed Capacity Market Rules and Definitions.

Comment Matrices

The AESO is seeking written feedback from the Market Surveillance Administrator, market participants, and other interested parties (“stakeholders”) on the proposed Capacity Market Rules and Definitions.

Stakeholders may submit written comments to the AESO on each draft ISO rule and definition using the Stakeholder Comment Matrix which corresponds to that rule or definition.

The AESO will consider written comments in finalizing the proposed Capacity Market Rules and Definitions. In providing your feedback, please be aware that the AESO has reviewed and considered all of the previous feedback provided on Sets 1, 2 and 3 during the stakeholder sessions and in writing. Stakeholders should ensure that comments provided represent all interests within their organization.

The deadline for stakeholders to provide comments is November 14, 2018. Comments must be sent to rules_comments@aeso.ca, and the scope of feedback is limited to the draft Capacity Market Rules and Definitions posted on October 22, 2018. Adherence to deadlines is essential to the integrity of the comment process, and as such, the AESO may choose not to consider any Stakeholder comments received after the deadline.

The AESO will publish all Stakeholder comments, received by the deadline, on or before November 21, 2018. The AESO expects to publish replies to the comments by November 29, 2018.

Section 206.9, Asset Substitution

Please note that, as stated in the AESO’s October 22, 2018 Letter of Notice, proposed new Section 206.9 of the ISO rules, *Asset Substitution* has now also been posted on the Stakeholder engagement page in the same location as the proposed Capacity Market Rules and Definitions posted on October 22, 2018.

Blacklines

Additionally, a consolidated set of blacklines has been posted on the Stakeholder Engagement page, following the proposed Capacity Market Rules and Definitions posted on October 22, 2018. The blacklined documents identify the changes that were made to the proposed Capacity Market Rules and Definitions between the previous versions posted on either August 3, 2018 or August 31, 2018 and the current versions posted October 22, 2018.

Related Materials

1. [Letter of Notice – Proposed New and Amended ISO Rules and Terms & Definitions for the Implementation of the Capacity Market](#)
2. Comment Matrices for Proposed New and Amended ISO Rules and Terms and Definitions for the Implementation of the Capacity Market
3. [Consolidated Blacklines for New Capacity Market ISO Rules & Definitions, Aug 2018 – Oct 2018](#)
4. [Consolidated Blacklines for Demand Curve ISO Rules & Definitions, Aug 2018 – Oct 2018](#)
5. [Consolidated Blacklines for ISO Rules & Definitions for the Energy Market, Aug 2018 – Oct 2018](#)
6. [Section 206.9, Asset Substitution](#)

Yours truly,

Pauline McLean

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