

ISO Rules

Part 200 Markets

Division 206 Capacity Market

Section 206.10 Volume Reallocation



Draft Version

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Applicability

- 1 Section 206.10 applies to:
- (a) a **capacity market participant**; and
 - (b) the **ISO**.

Requirements

Notification of Reallocation Volumes

2 The **ISO** must, if an asset was assessed an over-delivery adjustment or under-delivery adjustment on a preliminary capacity market statement issued in accordance with Section 103.9 of the **ISO rules**, *Capacity Market Financial Settlement*, inform a **capacity market participant** no later than 1 **business day** following the issuance of the preliminary capacity market statement of the following for each delivery hour determined in accordance with Section 206.8 of the **ISO rules**, *Forward Period Obligation Performance Assessment*:

- (a) the delivery volume of the asset in MWh;
- (b) the balancing ratio calculated in Section 206.8 of the **ISO rules**, *Obligation Period Performance Assessments*; and
- (c) the over-delivery or under-delivery assessment volume of the asset, as applicable, determined in accordance with Section 206.8 of the **ISO rules**, *Obligation Performance Period Assessments* which was included on the preliminary capacity market statement.
- (d) for an asset with an over-delivery assessment volume, the reallocation assessment volume calculated in accordance with the following formula:

$$\text{reallocation assessment volume} = \text{delivery volume}_{it} - (\text{capacity commitment}_{it} \times \text{supply shortfall duration}_t \times \text{balancing ratio}_t)$$

where:

- (i) *delivery volume* is the delivery volume for asset *i* identified in subsection 11(2) of Section 206.8 of the **ISO rules**, *Obligation Period Performance Assessments* excluding the volumes referred to in subsection 11(2)(b) of Section 206.8 of the **ISO rules**, *Obligation Period Performance Assessments* for delivery hour *t*;
- (ii) *capacity commitment* is the **capacity commitment** associated with asset *i* for **obligation period** *t*;
- (iii) *supply shortfall duration* is the minutes of the supply shortfall event in delivery hour *t* divided by 60 minutes; and
- (iv) *balancing ratio* is the balancing ratio calculated in Section 206.8 of the **ISO rules**, *Obligation Period Performance Assessments* for delivery hour *t*.

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Volume Reallocation Request

3(1) A **capacity market participant** must, in order to reallocate over-delivery assessment volume from an asset to a different asset with under-delivery assessment volume, submit a complete application, made available by the AESO, to the **ISO** no later than **5 business days** following receipt of the information provided in accordance with subsection 2.

(2) A **capacity market participant** must include in the application referred to in subsection 3(1) the following:

- (a) the unique identifier of the asset with the over-delivery assessment volume;
- (b) the unique identifier of the asset with the under-delivery assessment volume;
- (c) confirmation that all applicable **capacity market participants** agree to the reallocation;
- (d) the delivery hour for which the reallocation applies; and
- (e) the proposed reallocation volume in MWh.

(3) The **ISO** may request additional clarification or information regarding a volume reallocation application or supporting documents from the **capacity market participant**.

Volume Reallocation Approval

4(1) The **ISO** must, based on the information in the application provided in accordance with subsection 3(1), be satisfied that:

- (a) for an asset with an over-delivery assessment volume:
 - (i) the proposed reallocation volume is less than or equal to the reallocation assessment volume of the asset calculated in accordance with subsection 2(d); and
 - (ii) if the asset is participating in volume reallocation with multiple other assets, the sum of any proposed or approved reallocation volumes from the asset must be less than or equal to the reallocation assessment volume of the asset calculated in accordance with subsection 2(d);
- (b) for an asset with a under-delivery assessment volume:
 - (i) the proposed reallocation volume is less than or equal to the under-delivery assessment volume of the asset; and
 - (ii) if the asset is participating in volume reallocation with multiple other assets, the sum of any proposed or approved reallocation volumes from the asset must be less than or equal to the under-delivery assessment volume of the asset;

and

- (c) the proposed volume reallocation is in respect of the same delivery hour.

(2) The **ISO** must approve the application referred to in subsection 3 if:

- (a) the application is complete; and
- (b) the **ISO** is satisfied pursuant to subsection 4(1).

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Adjustments of Approved Reallocated Volumes

5 The **ISO** must adjust approved reallocation volumes to reflect energy specified on the final capacity market statement issued on a final basis in accordance with Section 103.9 of the **ISO rules**, *Capacity Market Financial Settlement*.

Allocation of Approved Reallocation Volumes

6 The **ISO** must apportion the over-delivery volume to any assets with under-delivery volume approved for reallocation in the order that the request for reallocation was received.

Revision History

Date	Description
xxxx-xx-xx	Initial release