

ISO Rules

Part 200 Markets

Division 206 Capacity Market

Section 206.5 Forward Period Milestone Assessment



External Consultation Draft
August 31, 2018

Applicability

- 1 Section 206.5 applies to:
 - (a) a **capacity market participant**; and
 - (b) the **ISO**.

Requirements

Milestone Assessment

- 2(1)** The **ISO** must develop and publish on the AESO website, the critical milestones and associated target completion dates applicable to respective asset classes identified by the **ISO**.
- (2)** The **ISO** must prior to each **rebalancing auction** and in accordance with the timelines prescribed in the *Capacity Market Auction Guidelines*, determine if an asset with **new capacity**, incremental capacity, or refurbished capacity that is subject to a **capacity commitment** has achieved the critical milestones prior to the target completion date in advance of the **rebalancing auction**, as applicable.
- (3)** The **ISO** must, where it has determined under subsection 2(2) that an asset with **new capacity** has not achieved one or more critical milestones that have target completion dates prior to the date of the applicable **rebalancing auction**, reasonably determine whether or not such asset will be able to achieve such critical milestone(s):
 - (a) in the case of the first **rebalancing auction**, within **8 months** after the applicable target completion date(s); and
 - (b) in the case of the second **rebalancing auction**, and in the case of the singular **rebalancing auction** within the transitional period, within **5 months** after the applicable target completion date(s).

Unique Asset Classes

- 3(1)** The **ISO** may, if it received a project plan for an asset with **new capacity** pursuant to Section 206.1 of the **ISO rules**, *Qualification of Capacity* that is not included in the asset classes set out in subsection 2(1), develop a set of proposed critical milestones and associated target completion dates for such asset.
- (2)** The **ISO** must notify **capacity market participants** of its proposed critical milestones and associated target completion dates under subsection 3(1).
- (3)** The **ISO** may add an asset class with the critical milestones and target completion dates as determined in subsection 3(1) to the list published in accordance with subsection 2(1).
- (4)** The **ISO** must determine if an asset with **new capacity** has not achieved one or more critical milestones that have target completion dates prior to the date of the applicable **rebalancing auction**.

Outcome of Milestone Assessment

- 4** A **capacity market participant** must, where the **ISO** has determined under subsection 2 that an asset will not achieve one or more critical milestones, submit a **bid** in respect of the **new capacity**, incremental capacity, or refurbished capacity of such asset in accordance with Section 206.4 of the **ISO rules**, *Offers and Bids for the Capacity Market*.

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Milestone Assessment for Load Assets

5(1) The **ISO** must, prior to the last **rebalancing auction** for each load asset with **new capacity** that is subject to a **capacity commitment**, make a determination of whether the asset will be able to provide a minimum 75% of the **capacity commitment** based on the supporting evidence submitted pursuant to subsection 5(2).

(2) A **capacity market participant** must submit evidence of sufficient contracted loads to meet the milestone in subsection 5(1) and any other information that the **ISO** requires.

(3) The **ISO** must notify the **capacity market participant** of its determination under subsection 5(1).

(4) A **capacity market participant** must, where the **ISO** has determined under subsection 5(1) that the asset will not be able to achieve the milestone by the last **rebalancing auction**, submit a **bid** in respect of the **new capacity** of such asset in accordance with Section 206.4 of the **ISO rules**, *Offers and Bids for the Capacity Market*.

Revision History

| Date | Description |
|------------|-----------------|
| yyyy-mm-dd | Initial release |