

Terms and definitions to be added for use in the ISO rules:

“**base auction**” means the first auction for **capacity** for an **obligation period**.

“**capacity**” as defined in the **Act**, with respect to the capacity market means the ability to supply electric energy or reduce electric energy consumption as measured in MW.

“**capacity block**” means one of the price and quantity pairs the **ISO** allocates to an asset for a **base auction** or **rebalancing auction** for the purposes of submitting an **offer** or **bid** in the capacity market.

“**capacity commitment**” means an obligation to deliver, during an **obligation period**, a volume of an **offer** that has cleared in a **base auction** or a **rebalancing auction**.

“**capacity market participant**” means a **person** registered with the **ISO** in accordance with Section 201.10 of the **ISO rules**, *Capacity Market Participant Registration*, for the capacity market.

“**electricity market participant**” as defined in the **Act**, means

- (i) any person that supplies, generates, transmits, distributed, trades, exchanges, purchases or sells electricity, electric energy, electricity services or ancillary services, or
- (ii) any broker, brokerage or forward exchange that trades or facilitates the trading of electricity, electric energy, electricity services or ancillary services.

“**incremental capacity**” means additional **capacity** that will result from retrofitting an asset in a manner that will increase the **maximum capability** of the asset, where the retrofit has not been completed.

“**new capacity**” means **capacity** from an asset:

- (i) that has not had an **offer** clear in a **base auction** or **rebalancing auction**; and
- (ii) in the case of a **generating unit** or **aggregated generating facility**, that has not completed energization and **commissioning** prior to the **obligation period**.

“**obligation period**” means a 12 month period running continuously from November 1 to October 31 of the following year.

“**rebalancing auction**” means an auction for **capacity** conducted after a **base auction** for an **obligation period**.

“**refurbished capacity**” means **capacity** from an asset that will undergo retrofitting, where such retrofit has not been completed and will result in either:

- (i) additional **capacity** that will significantly increase the **maximum capability** of the asset; or
- (ii) significant monetary investment for the retrofit.

New defined terms used in Set 1 Capacity Market ISO rules with definitions to be released at the time of the Set 2 Capacity Market ISO rules

“**transmission congestion constraints**”

“**uniform capacity value**”

Set 1 Capacity Market Terms and Definitions

Amended defined terms used in Set 1 Capacity Market ISO rules with definitions to be released at the time of the Set 2 Capacity Market ISO rules

“agent”

“flexible block”

“inflexible block”

“offer”