Questions from Calpine, for the AESO re: Rules, March 15, 2005

Q1:

Generators modeled in the load flow but not in merit according to the historical load flow will be assumed to be generating according to market conditions, and will continue to be operated at their base case values.

Please explain in detail the logic of modeling units. Specifically, would the generator output in a specific historical load flow case be used as the assumed unit output in the corresponding loss factor load flow case? Following table may be useful. Please correct the answers and extend scenarios to demonstrate the logic.

(Assume specific load flow case of Fall Peak and unit X)

Source	Scenario	Scenario	Scenario	Scenario
	1	2	2	2
	Unit state	Unit state	Unit state	Unit state
Historical load flow corresponding to Fall	0 MW	30 MW	120 MW	90 MW
Peak				
GSO for the scenario (fall peak)	100 MW	100 MW	100 MW	100 MW
In merit according to GSO prior to	yes	Yes	yes	no
balancing the interchange			-	
In merit according to GSO after balancing	yes	Yes	yes	no
the interchange				
Assumed for calculations in loss factor	100 MW	100 MW	100 MW	0 MW
case				

A1:

Please see our proposal on 'Treatment of Confidential Data in the GSO for Loss Factor Calculation' at http://www.aeso.ca/files/Treatmentofconfidentialdata.pdf. .Comments are welcome before 2005-03-23.

Q2:

GSO for system minimum (zero percentile generation) output of the POS for the relevant season (considering only those POS records above some minimum threshold to be established)

Are you still going to use multi-block representation of units in GSO and how will you set the threshold for each type of unit? How many blocks will you use?

A2:

Yes, we will be using multi-block representation in the GSO. AESO envisions at least 2 blocks for some types (e.g., coal) of generation. The number of blocks represented will be based on information such as historic bidding practices from generating units. AESO is preparing the 2006

GSO and based on the threshold).	input to the Loss Fa	actor Rule, have ye	t to decide on some o	letails (including