

AESO Recommendation Paper – Intertie Restoration

Stakeholder Comment Matrix – The Office of the Utilities Consumer Advocate

Section	AESO Recommendation/Feedback Requested	Stakeholder Response
3.0 Policy Coherence	The AESO is interested feedback as to the AESO's policy interpretation on: <ol style="list-style-type: none"> 1. Obligation to restore intertie capacity 2. Cost allocation for restoration initiatives 	AESO's implementation is consistent with the Policy statements.
4.1 Import Restoration	<ol style="list-style-type: none"> 1. The AESO recommends implementing a dispatchable LSS service with the characteristics noted. 2. The AESO recommends that the revised LSS service will be a system service and will not be associated with import rights. 3. The AESO recommends that the revised LSS program should not be technology specific. 4. The AESO recommends that further options to restore import capacity should be explored. 	The recommended pricing structure of the LSSi product appears to be responsive to stakeholder comments and indications are that the AESO may find counter parties to fill the target capacity. Naturally, the response to the proposal will depend on the specific pricing for each of the three proposed payments. The short term nature of the service will require terms that offer both sufficient compensation to the provider and minimization of costly overlaps for load customers of non-wire and wire solutions to the restoration of intertie capacity.
4.2 Export Restoration	<ol style="list-style-type: none"> 1. The AESO recommends that a wider range of export restoration options (beyond GRAS) should be explored. 2. The AESO recommends a process to solicit proposals for export restoration should be initiated. 3. The AESO recommends that solutions that require generation to operate outside of the energy market merit order (such as export must run service) should not be pursued. 4. The AESO does not recommend that splitting the ancillary services market should be considered as a means to increase export ATC. 	Exploring a wider range of options will be consistent with Policy directions. A fair analysis of options offered in response to the request for proposals should reduce the cost effect on load customers.

5.0 Next Steps	The AESO is interested in stakeholder comment on the AESO's next steps.	An overall view of import and export restoration options should provide the AESO with the information it will require to demonstrate that its implementation approach is economically efficient for load customers.
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