

ISO Rules

Part 200 Markets

Division 201 General

Section 201.6 Pricing

Applicability

- 1 Section 201.6 applies to:
 - (a) the **ISO**.

Requirements

Pool Asset Marginal Price

- 2 The **ISO** must, for each **pool asset**, set the **pool asset** marginal price for each minute of a **settlement interval** at the price specified for the highest priced **operating block** in the **offer** or **bid** which has received a **dispatch**.

System Marginal Price

- 3(1) The **ISO** must set the system marginal price at each minute as:
 - (a) the highest **pool asset** marginal price, excluding imports and exports, as set in accordance with subsection 4;
 - (b) one thousand dollars (\$1000) per MWh if to maintain the reliable operation of the system the **ISO** has issued a **directive** to the **legal owner** of an **electric distribution system** to shed **firm load** in accordance with subsection 6(1) of section 202.2 of the **ISO rules**, *Supply Shortfall and Short Term Adequacy*; or
 - (c) as prescribed in section 202.7 of the **ISO rules**, *Market Suspension or Limited Markets Operations*,
- (2) Notwithstanding subsection 3(1)(a), the **ISO** must not use the reference price, as calculated in subsection 5, to set the system marginal price.

Pool Price

- 4 The **ISO** must set the **pool price** for each **settlement interval** based on the time weighted average of the sixty (60) one-minute system marginal price values determined for each minute of the **settlement interval**.

Reference Price

- 5(1) The **ISO** must calculate the reference price as follows:

$$\text{reference price} = (12.5 \text{ gigaJoules}) \text{ multiplied by } (\text{the gas price})$$

Where:

the gas price is the monthly Canadian natural gas price for the month in \$/gigaJoule at AECO C and Nova Inventory Transfer, the Alberta Bidweek Spot Price, as published on www.ngx.com, and also in the "Canadian Gas Price Reporter."

- (2) The **ISO** must use reasonable efforts to use the current month's gas price beginning at midnight on the second (2nd) **business day** of the same month but until the **ISO** can update the gas price for the current month, the **ISO** must continue to use the previous month's Alberta Bidweek Spot Price.

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(3) If the gas price is no longer available on www.ngx.com, the “Canadian Gas Price Reporter”, or otherwise, then the **ISO** must approve a reasonably equivalent gas price that it will use for purposes of determining the reference price and must subsequently, update this section of the **ISO rules** to indicate the new source for obtaining the gas price.

(4) If the **ISO** uses a price other than the gas price identified in subsection 5(1) to calculate the reference price, then the **ISO** must:

- (i) correct the gas price as soon as practicable; but
- (ii) not modify the **pool price** due to any errors in the reference price.

Revision History

Effective	Description
2013-09-24	Updated to bold the term “firm load”.
2013-01-08	Initial Release