

December 22, 2013

Ms. Kirsten Walli
Board Secretary
Ontario Energy Board
P.O. Box 2319
2300 Yonge Street, 27th Floor
Toronto, ON M4P 1E4

Dear Ms. Walli:

**Re: Independent Electricity System Operator's Licence Reporting Requirement:
Annual Status of Actions Taken in Response to Market Surveillance Panel Reports**

In accordance with section 6.2 (e) of the IESO's licence (EI-2013-0066), the IESO is required to report annually on the status of actions taken in response to Market Surveillance Panel recommendations. Specifically, the IESO must:

6.2(e) provide the Board, on or before the end of each calendar year, with the status of actions taken by the Licensee further to all recommendations addressed to the Licensee in any report issued by the Market Surveillance Panel in that year and the preceding four calendar years to the extent that they remain outstanding and, where no action has been taken in relation to a recommendation, the rationale for not taking action. The Licensee's response to recommendations in any report issued by the Market Surveillance Panel within 30 days of the end of the calendar year will be included in the succeeding report;

The IESO currently publishes its responses to all active recommendations on the IESO's market monitoring webpage at: <http://www.ieso.ca/imoweb/marketMonitoring/monitoring.asp>. The attached report expands on this publication and addresses the licence requirement with the addition of a new section titled ``Status of Action Taken``.

If you have any questions about the report, I can be reached at 905-403-4291.

Yours truly,

Original signed by

Tam Wagner
Regulatory Affairs, IESO

cc.: Martine Band, Associate General Counsel, Ontario Energy Board
IESO –Regulatory Affairs

Attach.