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SEC INTERROGATORY 18

2 **5.2-SEC-18**

3 INTERROGATORY

4 [C-3-1, p.3] If the IESO implements the recommendations proposed by BDR to its 2018 revenue
5 required, please provide a summary of those changes and the additional costs allocated to the
6 non-core functions.

7 RESPONSE

8 Please see the response in OEB Interrogatory 12 (a) at Exhibit I, Tab 1.1, Schedule 1.12.

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SEC INTERROGATORY 19

2 5.2-SEC-19

3 INTERROGATORY

4 [Auditor General of Ontario, 2017 Annual report, Section 3.06 - Independent Electricity System
5 Operator— Market Oversight and Cybersecurity] Considering the 2017 Auditor General of
6 Ontario’s Report made certain findings and recommendations related to the IESO’s market
7 assessment and compliance work, please provide the IESO’s recommendation on an
8 appropriate additional metric to include on its scorecard to measure its work in this area.

9 RESPONSE

10 The IESO business unit which conducts this work is the Market Assessment and Compliance
11 Division (“MACD”). It commenced reporting to the IESO’s independent Board of Directors
12 (“IESO Board”) in February 2018 as a means of enhancing governance over and independence
13 of this unit. The reporting relationship between MACD and the IESO Board has been under
14 development this year, including the consideration of appropriate performance measures as
15 part of its oversight. These measures will be considered by the IESO Board in Q4 2018 and put
16 in effect in 2019. The IESO will review developing a metric to include in its scorecard based on
17 measures that are approved by the IESO Board.

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