

TO/TD Sector

Proposal on Undecided Sensitivities

High Carbon Price Sensitivities in Futures 2 & 3

- Agree that these two sensitivities are not needed as had been proposed
- Suggest an alternative to use these as “extra low” carbon price sensitivities in futures 2 & 3
 - Freeze the 2030 Carbon Price through the 2050 period in real dollars
 - Recognizes that the additional carbon price increase beyond 2030 is intended to get other sectors of the economy to reduce carbon
 - Will allow stakeholders to understand the impact that the further and significant carbon price increase beyond 2030 is having on generation build decisions prior to 2030. Without this information, we will not know how the post 2030 prices are impacting those modeling decisions.

Additional Update to Proposal

- Based on initial results for Future 5, national implementation of RPS, the variable resource penetration limit is not hit in the base case. Therefore, it does not seem that a sensitivity to increase the variable resource penetration is a useful sensitivity as it will not provide additional information.
- As such, to accommodate the request for a sensitivity on higher variable resource penetration in Future 2, we suggest moving Future 5, Sensitivity 6 to Future 2.