

NOTICE TO PARTICIPANTS AND STAKEHOLDERS

August 30, 2017

Re: Mitigation in electricity markets report

Today the MSA is releasing a report it has prepared titled *Mitigation in Electricity Markets*.

Electricity markets typically feature rules that mitigate market prices so as to ensure competitive market outcomes. The methods for doing so vary across electricity markets and feature quite prominently in most jurisdictions with capacity markets. The MSA has undertaken some work to understand the different mitigation methods used in a number of U.S. markets and is sharing that work with stakeholders. The MSA report does not make recommendations about which methods are most appropriate for Alberta. Instead it stresses the importance of understanding why mitigation is required, what needs to be mitigated, and if mitigation is required, how and when that mitigation is applied.