

Item	Subject	Action
	<p>3. System Management will issue Dispatch Instructions to an aggregating Market Customer, not to individual facilities.</p>	
	<p>It was discussed that for dispatch purposes, System Management will issue dispatch instructions to Market Participants covering Dispatch Groups and not to individual DSM facilities.</p>	
	<p>4. Market Customers must be able to demonstrate that they have regularly tested their communication systems with all of their DSM Facilities.</p>	
	<p>The IMO expressed its desire to receive an assurance from Market Participants that the DSM Facilities with which they have contracted will actually respond to an activation instruction from the retailer. Energy Response advised that they require each facility to undergo an actual test at the start of each year. This is required to ensure that the DSM capability is still effective despite changes in staff or operating procedures by the end user customer.</p>	
	<p>It was also agreed that each retailer needs to demonstrate that it can provide the amount of capacity for which it has received Capacity Credits. Ideally, this should be demonstrated by observing the dispatch of DSM during normal operation. If this does not occur, then a test of the retailer should be undertaken. Recognising that DSM providers will generally offer capacity based on their summer maximum demand, any tests should be undertaken through the Hot Season.</p>	
	<p>Suggested wording:</p>	
	<p>At the commencement of each Reserve Capacity Year, or when loads are first registered as a provider of DSM, the relevant Market Participant is to undertake a test of the activation system for each load. The Market Participant must advise the IMO of when the test was undertaken and the IMO will ascertain from meter data whether the load was reducing during the test. The intention is not to determine the capacity of the load but to ensure that a load reduction occurs in response to the activation request.</p>	
	<p>During each Hot Season, the IMO will verify that each Market Participant holding Capacity Credits for DSM can provide a load reduction at least equal to the number of Capacity Credits held. This will be undertaken by:</p>	
	<p>Observation of the performance of the Facility when activated, or</p>	
	<p>Requesting System Management to Activate the Facilities.</p>	
	<p>If during a test, a Market Participant fails to demonstrate a reduction equal to the number of Capacity Credits held by the Market Participant in respect to the DSM Facilities, the IMO will instruct System Management to undertake a second test. Following the second test, the number of Capacity Credits assigned to the Market Participant will be set equal to the lesser of the number of Capacity Credits and the load reduction measure at the second test.</p>	

Item	Subject	Action
3.	CLOSE	
	The Chair declare the meeting close at 4:10pm. A proposal for the next meeting was suggested to be in two weeks time as not all of the DSM - Draft Terms and Conditions were covered during the meeting.	Chair
