

Executive Summary Manual Changes

Effective Date	10/01/2025
Impacted Manual #(s)/Manual Title(s):	
Manual-15: Cost Developed Guidelines	
Conforming Order(s):	
Docket No. ER24-1772-000	
Associated Issue Tracking Title:	Regulation Market Design
Committee Approval Path - What committee(s) have already seen these changes?	
The manual will be reviewed at the following committees/subcommittees: CDS MIC MRC MC	
MRC 1st read date:	07/23/2025
MRC voting date:	08/20/2025
Impacted Manual sections:	
Section 2.8	
Reason for change:	
Regulation Redesign Phase I	
Summary of the changes:	
Section 2.8:	

- Rename Regulation Performance to Regulation Mileage
- Cost increase in VOM is for Regulation Only Resources
- Corrected units from MMBtu/kWh to Btu/kWh, from 12, 5000 to 12, 500 for Heat Rate @ RegMin and update VOM from \$3.50 to \$0 in an example for a sub-critical coal-fired steam unit providing Regulation Service for the last seven years.
- Rename Historic Mileage from Reg. Historic Mileage (RegA) to Reg.Mileage
- Update Regulation VOM Adder from \$3.50 to \$0
- Updated calculated value for Exhibit 3: Regulation Maximum Allowable Cost Adder Example