Synchronized Reserve Penalties and Offer Margin

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Event Performance Penalties

• Penalties apply when cleared synchronized reserves do not respond to a spinning reserve event of 10 minute or longer duration.
• Penalties do not exceed past synchronized reserve revenues.
• Update to IMM proposal
  • Penalties should extend back to the last reserve event when the resource performed to its full obligation, but no longer than 12 months.
Synchronized Reserve Offer Margin

- The current offer margin of $7.50 per MWh is unjustified.
- The IMM’s compromise offer margin recommendation of $3.80 per MWh is unjustified.
- The only justifiable offer margin is $0 per MWh.
- The IMM revises its recommendation to $0 per MWh.