

URMSTF Proposal

AEP Energy

Simple Netting

- Allow the simple netting of over performance capacity quantities to negate any underperformance capacity quantities.
- Every Resource in eRPM has a Resource ID
 - Within 3 business days of the publishing of the final “B” value, a transaction may be utilized to move the over performance from one unit to the underperformance of another.
 - Within an account
 - Across accounts

Example

- Resource ID - #899999999 has a final over performance quantity of 21 MW due to a CP event on 8/22/17.
- Resource ID - #999999999 has a final underperformance quantity of 15 MW due to the same CP event on 8/22/17.
- Within 3 days of the posting of the final B value, the owner of Resource ID #89... may transfer up to 15 MW of over performance to Resource ID #99...
- Resource ID #89... would then have a final over performance value of $21 \text{ MW} - 15 \text{ MW} = 6 \text{ MW}$ remaining over performance for bonus payment or additional transfers.
- Resource ID #99... would then have a final underperformance position of $-15 \text{ MW} + 15 \text{ MW} = 0 \text{ MW}$.