

Impacted Manual #(s)/Manual Title(s):

Manual 15 Cost Development Guidelines

Conforming Order(s):

Electric Storage Participation in Markets Operated by Regional Transmission Organizations and Independent System Operators (Issued February 15, 2018)

Docket Nos. RM16-23-000; AD16-20-000; Order No. 841]

Associated Issue Tracking Title: Electric Storage Participation - FERC Order 841

Committee Approval Path - What committee(s) have already seen these changes?

MIC 1st Read: 6/12/19 MIC Endorsement: 7/10/19 MRC 1st Read: 7/25/19 MRC Endorsement: 8/22/19 MC Endorsemnt:9/28/19 Board Approval: October

MRC 1st read date:	7/25/2019
MRC voting date:	8/22/2019

Impacted Manual sections:

Section 7 (hydro) and Section 11 (batteries/flywheels) were modified in support of Order 841

Reason for change:

Compliance with FERC Order 841: Electric Storage Resource Participation model to allow ESRs to participate in all markets where technically feasible.

Summary of the changes:

- Clarifying update on pumping cost equations in Section 7.3
- Updates to define Efficiency Factor, Fuel Cost, VOM and Ancillary Service costs
 - Efficiency factors measure the ratio of generation produced to the amount of electricity used to charge
 - Fuel cost using the average charging cost and defined in resource's FCP
 - Maintenance and Operating cost inclusion and exclusion guidelines and submitted in resource's VOM template

