

The background features a large, semi-transparent seal of the Office of Massachusetts Attorney General Martha Coakley. The seal is circular and contains the state coat of arms, which depicts a Native American holding a bow and arrow. The text "MASSACHUSETTS ATTORNEY GENERAL" is written along the top inner edge of the seal, and "MARTHA COAKLEY" is written along the bottom inner edge. The seal is centered on the slide.

FERC's Price Responsive Demand NOPR

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FERC's NOPR RM10-17

FERC's Price Responsive Demand NOPR

FERC mandate: ensure rates are “just and reasonable”

March 18, 2010 - FERC issues NOPR - DR as a supply-side resource

Demand Response: Reduction in customer consumption in response to price increase or incentive payments





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Proposed Rule: All RTOs allowing DR in energy markets ***must pay Demand Response Resources Full LMP at All Hours***





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FERC's Cited Benefits of DR:

- Can lower prices
- Can mitigate generation market power
- Can support system reliability and address resource adequacy



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FERC's Support for Proposal:

- Compensate DR reflecting its marginal value
- Comparable to treatment of generation
- PJM experience
- Remove barriers





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FERC seeks comments by May 13th:

- Payment level
- Participation hours
- Regional variation
- Periodic review





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Questions?