

(Includes Problem/Opportunity Statement)

Issue Source

The source of the issue is the “Analysis of Operational Events and Market Impacts During the January 2014 Cold Weather Events” as outlined in the associated Problem/Opportunity Statement.

Stakeholder Group Assignment

- This issue will be discussed in an MIC Sub-group
- The group will coordinate with the Operating Committee on relevant topics.

Key Work Activities

In light of the recent cold weather events:

- Consider whether the current energy market offer structure, one offer per day with limited flexibility for updates, is appropriate.
- Consider whether the existing definition of a cost-based energy offer is inclusive of costs to appropriately calculate a resource's marginal cost.
- Consider whether the existing definition of an Avoidable Cost Rate in the Reliability Pricing Model appropriately captures components used to determine the cost of continuing the operation of a generating unit.

Expected Deliverables

Develop proposed rule changes deemed appropriate and any associated adjustments to governing documents.

Expected Overall Duration of Work

This expected duration of work is four months.

Decision-Making Method

Identify the decision-making method adopted for this issue: Tier 1, consensus (unanimity) on a single proposal (preferred default option), or Tier 2, multiple alternatives.