

# MADRI: Working Group Meeting #36

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## Sustainable **FERC** Project

Policies for a Clean Electric Grid



# ROADMAP

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- FERC Project **background**
- Summarize our **perspective** on the Capacity Performance Proposal
- **Examination** of *EPISA*, state and federal actions



# WHAT IS THE SUSTAINABLE FERC PROJECT?

## NGO COALITION

- Founded in 1996
- Housed in NRDC



Renewable energy



Demand response



Distributed generation



Energy efficiency

REPRESENTS ENVIRONMENTAL  
COMMUNITY VIEWS AT:

FERC • RTOs • ISOs • REGIONAL  
TRANSMISSION PLANNING PROCESSES

Sustainable FERC Project

Policies for a Clean Electric Grid

# WHO IS THE SUSTAINABLE FERC PROJECT?

ALLISON



JOHN



JENNIE



# ***PJM and Capacity Performance***

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- **Revised CPP proposal and our reaction.**
- **Demand Response performs well.**
- **Comparable treatment does not mean equivalent treatment.**

# ***Electric Power Supply Association***

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- Next steps in the litigation.
- PJM (and FERC) should wait to make any decisions on the status of DR in any market until the proceedings before the Supreme Court are resolved.
- EPSA does not apply to capacity market – no direct link to retail sales per *EPSA*, and not sales of electric energy.
- Nor to ancillary services markets – more like Tx service.

# ***States: Pathways to Action***

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- **Stimulating the retail DR markets.**
- **Best solutions need to be replicable across multiple jurisdictions.**
  - i. **Order LSEs to acquire demand response.**
  - ii. **Create markets with other states for DR to be sold into the RTO, “over the counter” including for capacity (Hempling).**
  - iii. **Allow 3<sup>rd</sup> party providers to participate.**
- **Requiring use of DR and EE as predicate to approval of T&D improvements.**

## ***FERC/RTOs: Leveraging the FPA***

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- **Block LSE from buying in RTO energy markets unless its demand level reflects cost-effective demand response.**
- **FERC: Review generator market-based rate authority – is market disciplined by demand response?**
- **Create working group to measure DR/EE and DG in PJM.**



**THANK YOU**

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