

UNITED STATES OF AMERICA
FEDERAL ENERGY REGULATORY COMMISSION

Offer Caps in Markets Operated by Regional
Transmission Organizations and Independent System
Operators

Docket No. RM16-5-000

NOTICE OF EXTENSION OF TIME

(May 11, 2017)

On May 1, 2017, the California Independent System Operator Corporation (CAISO) filed a motion for extension of time to comply with the Final Rule¹ in the above-referenced proceeding to May 1, 2018. Among other things, the Final Rule requires each regional transmission organization (RTO) and independent system operator (ISO) to implement a process to timely verify cost-based incremental energy offers above \$1,000/MWh prior to using those offers to calculate locational marginal prices.² CAISO states that, unlike other RTOs and ISOs, it does not currently have a process to verify supplier costs prior to market clearing that it could build on to verify cost-based incremental energy offers.³ CAISO states that an extension would enable it to develop and implement provisions necessary to verify cost-based energy offers over \$1,000/MWh through the stakeholder process that was already ongoing at the time the Final Rule was issued, and in which CAISO and its stakeholders are considering substantially similar issues.⁴

Upon consideration, notice is hereby given that CAISO's motion is granted, extending the deadline for CAISO to comply with the Final Rule to and including May 1, 2018.

Kimberly D. Bose,
Secretary.

¹ *Offer Caps in Markets Operated by Regional Transmission Organizations and Independent System Operators*, Order No. 831, 81 Fed. Reg. 87,770 (Dec. 5, 2016), 157 FERC ¶ 61,115 (2016) (Final Rule).

² *Id.* P 139.

³ CAISO Motion at 1-2.

⁴ *Id.* at 6.