



Persistent Deviation Metric Fall 2016 Release

What is the persistent deviation metric?

- When a resource is consistently not following ISO dispatch then it is considered to be “persistently deviating”
- This metric eliminates incentive to inflate bid cost recovery payments through this adverse strategic market behavior

Why the change?

Problem

Currently the persistent deviation metric (PDM) is applied to all resources eligible for bid cost recovery, regardless of the reason for their deviation. VERs may be deviating because of the forecast, which is out of their control.

Solution

PDM will not be applied to energy amounts above a VERs forecast.

The persistent deviation metric will only apply to the RIE that is not due to the forecast.

