

Decision On Adopting the Use of Local Capacity
Reliability Study Criteria as the Local Area Reliability
Criteria for Reliability Must Run Contracts



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Your Link to Power

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Key differences between LCR and RMR criteria are.....

LCR Studies

- Supports CPUC RA requirements
- Comprehensive study criteria encompasses NERC reliability standards
- RA procurement costs borne by Load Serving Entity

RMR (backstop procurement) Studies

- Supports CAISO RMR designations
- Small subset of NERC reliability standards
- Backstop procurement costs borne by Participating Transmission Owner

The CAISO proposal responds to a FERC directive regarding these criteria by

- 🌐 Using LCR study criteria for both RA and backstop procurement purposes
- 🌐 Addressing cost allocation issues in the stakeholder process currently underway for a new backstop procurement mechanism