

Synchronized Reserve Margin

EPFSTF

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Monitoring Analytics

\$7.50/MWh Margin

- **Included with introduction of the synchronized reserve market in 2002**
- **Calculated by MMU**
- **Based on the implicit margins in actual offers made by participants for Tier 2 Spinning Reserve**
- **Offers included market power; only two suppliers**
- **Revenues net of energy and O&M costs**
- **May cover costs not directly captured in the cost-based offer**
- **See FERC Docket ER02-2519**

Tier 2 Synchronized Reserve Offer Prices

Marginal Unit Offers - Jan-Mar 2017

Marginal Unit Type	All	10%	25%	50%	75%	90%
DR (3149 MU)	\$0.77	\$0.00	\$0.00	\$0.00	\$2.00	\$3.00
Generator (2277 MU)	\$5.33	\$0.25	\$3.50	\$7.50	\$7.50	\$7.50
All (5426 MU)	\$2.68	\$0.00	\$0.00	\$2.00	\$6.50	\$7.50

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