ERCOT Load Resource (LR) Overview

10 Minute Responsive Reserve Ancillary Service Program

| Minimum Size | Minimum load reduction offer of 100 kW. | | |
|---|---|--|--|
| Participation | Year-round, 24 hours per day. | | |
| Enrollment Deadline | No deadline; Customer must first be registered as a Resource with ERCOT which can take 90+ days | | |
| Metering / Direct Load Control (DLC) | Two second demand data (provided by CPower monitoring solution) and an under-frequency relay are ERCOT requirements. Customers must have DLC via CPower monitoring solution. | | |
| Duration of Load Response Events | Customers may be called to curtail load for several hours. | | |
| Notification | Customers will be notified of certain events via email, phone, and/or electronic signal per customers' contracted instructions and must fully curtail within 10 minutes of start of event. Deployments can be either all LRs currently committed or a subset. Immediate curtailment via Under Frequency Relay (UFR) upon system frequency reaching 59.7 Hz for 20 cycles. | | |
| Testing | At a minimum, a 15- to 30-minute test event will be called once a year absent successful event deployment. | | |
| Compliance | Customers must meet their performance obligations during events and test events and availability requirements all other committed times. | | |
| Capacity Payments | Customers receive recurring monthly payments for committing load to the program. The payment is based on either a fixed price or hourly market rates varying by market conditions and ERCOT curtailable load requirements. | | |
| Settlements | Customers receive monthly payments within 30 days of end of month. | | |
| Consequences of Non- Performance | Customer failure to curtail load results in suspension, termination and/or penalties. Fixed Price customers will be required to pay replacement costs if unable to participate in the market. | | |



| <3,000 MW Reserves For 30 Minutes | ERS 10/30 may be called at this point. | |
|---|--|--|
| Conservation Alert | ERCOT may call upon consumers to take steps to consume power by reducing consumption. | |
| EEA 1 | Texas Electricity Conservation Needed: ERCOT operator's authority to call on all available power supplies. | |
| EEA 2 | Conservation Critical; Risk of Rotating Outages: ERCOT escalates to a Power Warning, which allows ERCOT operators to dispatch Load Resources providing Responsive Reserve Service | |
| EEA3 | Rolling blackouts to all areas of ERCOT grid: If the capacity shortage is not relieved using voluntary and contractual demand response, ERCOT will instruct utilities to rotate power outages to prevent statewide blackouts | |

| Event History | | | | | |
|---------------|-------------------------------|------------------------------|------------------|--|--|
| YEAR | System- Wide VDI Events | System-Wide UFR Events | Local UFR Events | | |
| 2015 | 0 | 0 | 1 | | |
| 2016 | 0 | 0 | 0 | | |
| 2017 | 0 | 0 | 0 | | |
| 2018 | 0 | 0 | 0 | | |
| 2019 | 0 | 0 | 0 | | |
| 2020 | 0 | 0 | 0 | | |
| 2021 | 1 | 0 | 0 | | |
| 2022* | 0 | 1 | 0 | | |