



Interchange Volatility

Lisa Morelli

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Main elements of the proposal remain consistent with what was presented at the October MRC

- Implement an hourly interchange cap for the forecasted peak hour(s) and surrounding hours during emergency conditions
 - Limits spot imports and hourly non-firm point-to-point transactions once net interchange reaches the cap

Added 'Section 2.1.2.6 - Interchange Cap' to the Regional Practices to address concerns raised by Monitoring Analytics at the October MRC

- Added language to address hoarding and manipulation of interchange “room”
 - Parallel with existing language for ramp limits
- Provided clarity on how the interchange cap will be implemented within ExSchedule

Interchange Volatility Implementation Timeline

Implementation date: January 1, 2015

- Initially implemented via manual curtailment of transactions violating interchange cap
- Implemented via automated denial of transactions violating interchange cap at time of submission in ExSchedule prior to Summer 2015