

2022 Demand Response Auction Mechanism (DRAM) RFO FAQ

1. Q: Will this presentation be made public?

A: Yes, all the IOUs will be making this public and posting it on their respective websites.

2. Q: If a participant has not accepted a short list offer, is there a time period associated with this? Does this only apply in the most recent DRAM contract? Does this apply to the prior period, past three years or a different time period?

A: The qualitative criteria and cost adjustments are based on CPUC decision language in [D.19-12-040](#). The decision language does not limit the time period associated to when a participant has not accepted a short list offer.

3. Q: Regarding other qualitative criteria and cost adjustments, is there a time period applied?

A: The qualitative criteria and cost adjustments are based on CPUC decision language found in Table 5 of [D.19-12-040](#). Delivery of Demonstrated Capacity as well as termination or defaults on a DRAM contract use a 2019 or January 1, 2019 commencement period.

4. Q: Can you describe in further detail the undelivered energy penalty collateral posting and how that is estimated?

A: The undelivered energy penalty collateral is calculated based on 20% of the potential Undelivered Energy Penalty and required as a part of the Performance Assurance process discussed in Section 5.1 of the DRAM Agreement. The Undelivered Energy Penalty calculation is in Section 1.7 of the DRAM Agreement.