

Item 2 – Oral Update

Local Resource Adequacy Central Procurement Entity

**Executive Committee
June 17, 2020**

Existing Local RA Model vs. New RA Model

	Existing Model	New Model
LSE Compliance Obligations	Purchase 100% of their System, Local, and Flex RA requirements, and can file for Local RA waivers	No Local RA obligations, maintain System and Flex obligations
Central Procurement Entity (CPE) Obligation	N/A	CPE procures 100% Local RA obligation
LSE Participation in CPE	N/A	<ol style="list-style-type: none"> 1) Bid resources to CPE 2) Show resource Local attributes and retain resources for System and Flex obligations 3) Do not participate
Compensation for participation	LSE retains all value of resources	<ol style="list-style-type: none"> 1) If bid, CPE provides compensation 2) If shown, CPE may provide compensation based on working group methodology (TBD)