






# FERC's VOM Order Manual 15 Conforming Changes

Thomas Hauske  
Sr. Lead Engineer, Operation  
Analysis & Compliance  
Members Committee  
January 23, 2020

Action Required	Deadline	Who May Be Affected
<p>Submit maintenance adder to PJM for annual review in Market Seller selected format.</p> 	<p><b>Annually by June 15</b></p> 	<p>All generators using a maintenance adder in their cost-based offers</p> 

- In an answer dated June 14, 2019 to comments on PJM's VOM compliance filing (Dockets ER19-210 & EL19-8), PJM committed to adding clarifications to Manual 15 *Cost Development Guidelines* once FERC approved its compliance filing that limits Market Sellers to using Maintenance Adders approved by PJM in a specific format (i.e., \$/mmBtu, \$/MWh, \$/start) during the annual review only in the associated energy offer component (i.e., No-Load Costs, Incremental Costs, Start-Up Costs).
- FERC accepted this compliance filing on August 29, 2019.

- New Section 2.6 Variable Maintenance Costs
  - *“Market Sellers may only change the format of the Maintenance and Operating Cost adder (i.e., \$/MMBtu, \$/MWh, \$/Start, etc.) during the annual review period. In addition, once the Maintenance or Operating Cost adder is approved by PJM, the adder can only be included in the corresponding portions of the associated cost based energy offer components (i.e., No-Load Costs, Incremental Energy Costs, Start-Up Costs).”*

- MIC endorsement – 11/13/2019
- MRC first read – 10/31/2019
- MRC endorsement – 12/5/2019
- MC endorsement – January 2020
- Board approval – February 2020