

PRD Credits Disposition

Pete Langbein

Capacity Market & Demand Response Operations

Markets Implementation Committee

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- If the PRD Provider is different from the LSE then:
 - The PRD Provider is responsible for all obligations and associated penalties
 - The LSE receives the bill credit to reduce capacity cost
- Significant administration to transfer money from many LSEs to the PRD Provider
- Tracking the retail customers by day by pnode and by LSE is complicated
- Links: [Problem Statement](#), [Issue Charge](#)

The LSE was removed from Emergency/Pre-Emergency DR process several years ago

- PRD Provider receives the PRD bill credit (revenue)
- Any member that is a PRD Provider is treated the same (no need to differentiate between PRD Provider vs LSE)
 - This is similar to how roles are handled for Emergency/Pre-Emergency DR

File stakeholder approved changes with FERC by early March to receive an order by early May '21
Changes significantly impact Registrations due in mid-May '21

Governing Documents proposed changes

(these were not posted at prior MIC meeting)

- RAA
 - RAA ARTICLE 1 – DEFINITIONS – removed LSE from PRD Provider definition
 - SCHEDULE 6.1 - removed LSE from PRD registration process, made PRD Provider PRD curves requirement consistent, renamed the 'LSE PRD Credit' to the 'PRD Credit' and removed references that it applies only LSE
- OA (parallel changes in OATT)
 - 1.10.8 Office of the Interconnection Responsibilities – changed from LSE to PRD Provider requirement
 - 3.2.3 Operating Reserves – removed LSE specific Operating Reserve adjustment
- Manual 11
 - Removed specific wording for LSE, EDC and CSP from PRD Provider description
 - Removed section for calculation of BOR deviations for LSE (Section 12.2.5)
 - Removed reference to direct load responsibility/LSE (Section 12.2.6)
- Manual 18
 - Removed reference to LSE from PRD Provider description (Section 1.2.3)
 - Revised PRD Provider description, changed PRD Credit recipient from LSE to PRD Provider (Section 3A.1)
 - Removed duplicative LSE PRD requirements (Section 3A.4.2, 3A.4.2.1)
 - Removed reference to LSE (Section 3A.4.2.2)
 - Removed identification of LSE from registration requirement (Section 3A.5)
 - Changed PRD Credit recipient from LSE to PRD Provider (Section 9.4.4)

No changes to what was posted & reviewed at the 12/17/20 MRC

Facilitator:
Lisa Morelli,
Lisa.Morelli@pjm.com

Secretary:
Nick DiSciullo,
Nicholas.Disciullo@pjm.com

SME/Presenter:
Pete Langbein,
Peter.Langbein@pjm.com

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Member Hotline

(610) 666 – 8980

(866) 400 – 8980

custsvc@pjm.com