

## **PRD Credit Disposition**

Pete Langbein Members Committee February 24<sup>th</sup>, 2021

www.pjm.com | Public PJM©2021



- 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: <u>Problem Statement</u>, <u>Issue Charge</u>

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

MRC approved by consensus at the 1/27/21 meeting



## Summary of proposed changes to Governing Documents

- 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 originally posted & reviewed at the 12/17/20 MRC

www.pjm.com | Public PJM©2021



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

**PRD Credit Disposition** 



## Member Hotline

(610) 666 - 8980

(866) 400 - 8980

custsvc@pjm.com