

Demand Side Response (DSR) Shutdown Cost

Problem Statement

Currently, Manual 15 Section 8: Demand Side Response (DSR) has no defined shut down costs.

Issue Source

At the March 29, 2012 Markets and Reliability Committee (MRC) Harry Dessender, PJM, presented Manual 28: Operating Agreement Accounting language for endorsement including the following: "Demand Side Response Resources which respond to a synchronized reserve event, and are eligible for make-whole payments to recover shutdown cost, will be made-whole in the Operating Reserve for Load Response billing line item." The MRC assigned DSR shutdown cost development to CDS.

Stakeholder Group Assignment

CDS was assigned this issue at the March 29, 2012 Markets and Reliability Committee (MRC).

Key Work Activities

CDS will:

1. Develop and review educational documentation
2. Work in conjunction with Demand Side Response experts
3. List Interest identification
4. Develop Collaborative Solution Matrix
5. Develop and recommend manual language to MRC

CDS will not:

1. Develop any rules for DSR outside of development of a cost offer

Expected Deliverables

CDS will develop educational documents and manual language about DSR shutdown costs.

Expected Overall Duration of Work

PJM believes this issue can be complete in 12 months.

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