

## **Executive Summary – Dominion Phase 1 EMUSTF Package (H) – updated 11/4/16**

Dominion's package H proposal is similar to PJM's package A proposal in preserving the status quo, while making a minor revision to the Lost Opportunity Credit construct.

In summary, Dominion's package differs from PJM's package within the following design component:

### **5a: LOC for resources scheduled in DA, but not run in real-time credit methodology**

Dominion recommends expanding the scope of the status quo to account for the impacts of partial hour CT dispatch in hours with DA award on CT LOC eligibility. Under the current construct, CTs receive zero LOC if a unit is run for only a portion of the hour at the instruction of PJM as a result of having hourly integrated real time output greater than zero but less than the full amount of the DA award. In extreme cases, CTs that synchronize to the grid just before the top of the hour with a DA award at PJM's instruction to be available for full load operation in the subsequent hour with a DA award become ineligible to collect LOC, creating a strong financial disincentive for CTs to follow PJM dispatch, as the current settlement methodology mostly results in zero payment for partial hour dispatch.