MMU Proposal

SODRSTF August 15, 2018 Skyler Marzewski



Overview

- Remove Emergency Energy Only option
- M&V based on PLC comparison
- Load triggers are THI or load threshold
- VRR curve is reflective of participating MW
 - All auctions
- Cannot also participate as DR or PRD for the same delivery year
- Customers participating receive reduced PLC

Emergency Energy Only (1)

- Remove Emergency Energy Only option. Fully utilize economic demand response
- First reported in 2010 SOM report.

Forecast Adjustment (2, 2e and 5)

- Forecast adjustment based on load forecast run for individual auction
- VRR curve will shift to the left for capacity market MW valuation
- Eligible to participate in all auctions

Performance Measurement (M&V) (2a and 2b)

- Based on target PLC (using metered load data)
- Compare metered load to target PLC to receive
- Nonperformance results in a lower performance rating

Curtailment Triggers (2c, 2k and 2l)

- Lower of a THI threshold or load threshold associated with individual program
- Unlimited interruption days and hours based as dictated by the THI or load threshold associated with the individual program.

Eligibility (2m)

 Customers that are included in load forecast adjustment may not also participate as DR or PRD for the same delivery year

Valuation (2n and 2o)

 Reduced forecast and PLC are allocated to participating customers

Operational and Supervisory Control (2g and 2p)

- Optional supervisory control
- Dictated by individual program requirements that are communicated to PJM

Add backs (2q)

10

- The purpose of this program is to reduce total forecast requirement
- No add backs

Example

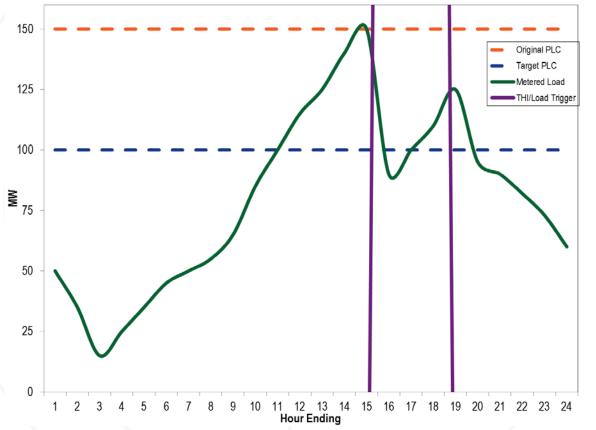
- Original PLC requirement of 150 MW
- There are 50 MW participating within the program
- Target PLC is the original PLC minus the total participating MW
 - $Target\ PLC = Original\ PLC\ Total\ Participating\ MW$
 - $Target\ PLC = 150\ MW 50\ MW = 100\ MW$

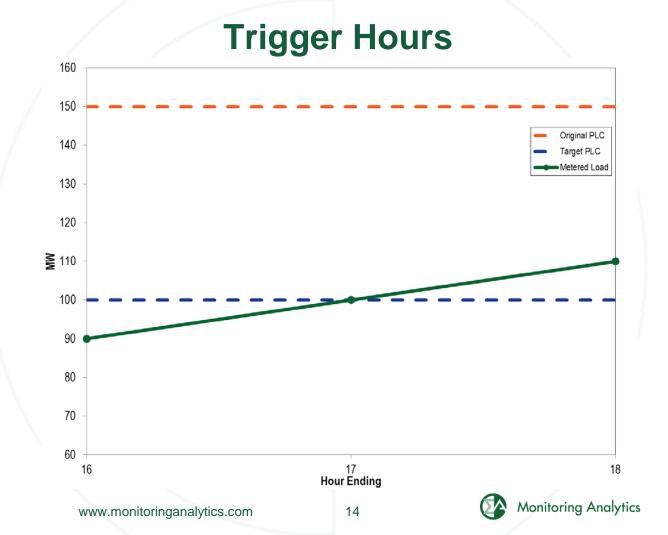
MMU Performance Rating

- Rolling average of performance rating for the three most recent years
- Hourly performance cannot exceed 100 percent
- Hourly shortfall is the maximum of the metered load minus the Target PLC, or 0
 - $Shortfall_{hour} = Max((Metered\ Load\ Target\ PLC), 0)$
- Performance rating is one minus the average shortfall divided by the Total Participating MW
 - $Performance\ Rating = 1 \frac{Avg\ Shortfall}{Total\ Participating\ MW}$

©2018

Example day with trigger





©2018

Shortfall Calculation

• $Shortfall_{hour} = Max((Metered\ Load\ - Target\ PLC), 0)$

- $Shortfall_{16} = Max((90 100), 0) = Max(-10, 0) = 0 MW$
- $Shortfall_{17} = Max((100 100), 0) = Max(0, 0) = 0 MW$
- $Shortfall_{18} = Max((110-100), 0) = Max(10, 0) = 10 MW$

15

Performance Calculation

•
$$Performance\ Rating = 1 - \frac{Avg\ Shortfall}{Total\ Participating\ MW}$$

•
$$Avg\ Shortfall = \frac{0+0+10}{3} = 3.33\ MW$$

•
$$= 1 - \frac{3.33}{50} = 1 - 0.0667 = 93.33\%$$

Monitoring Analytics, LLC
2621 Van Buren Avenue
Suite 160
Eagleville, PA
19403
(610) 271-8050

MA@monitoringanalytics.com www.MonitoringAnalytics.com