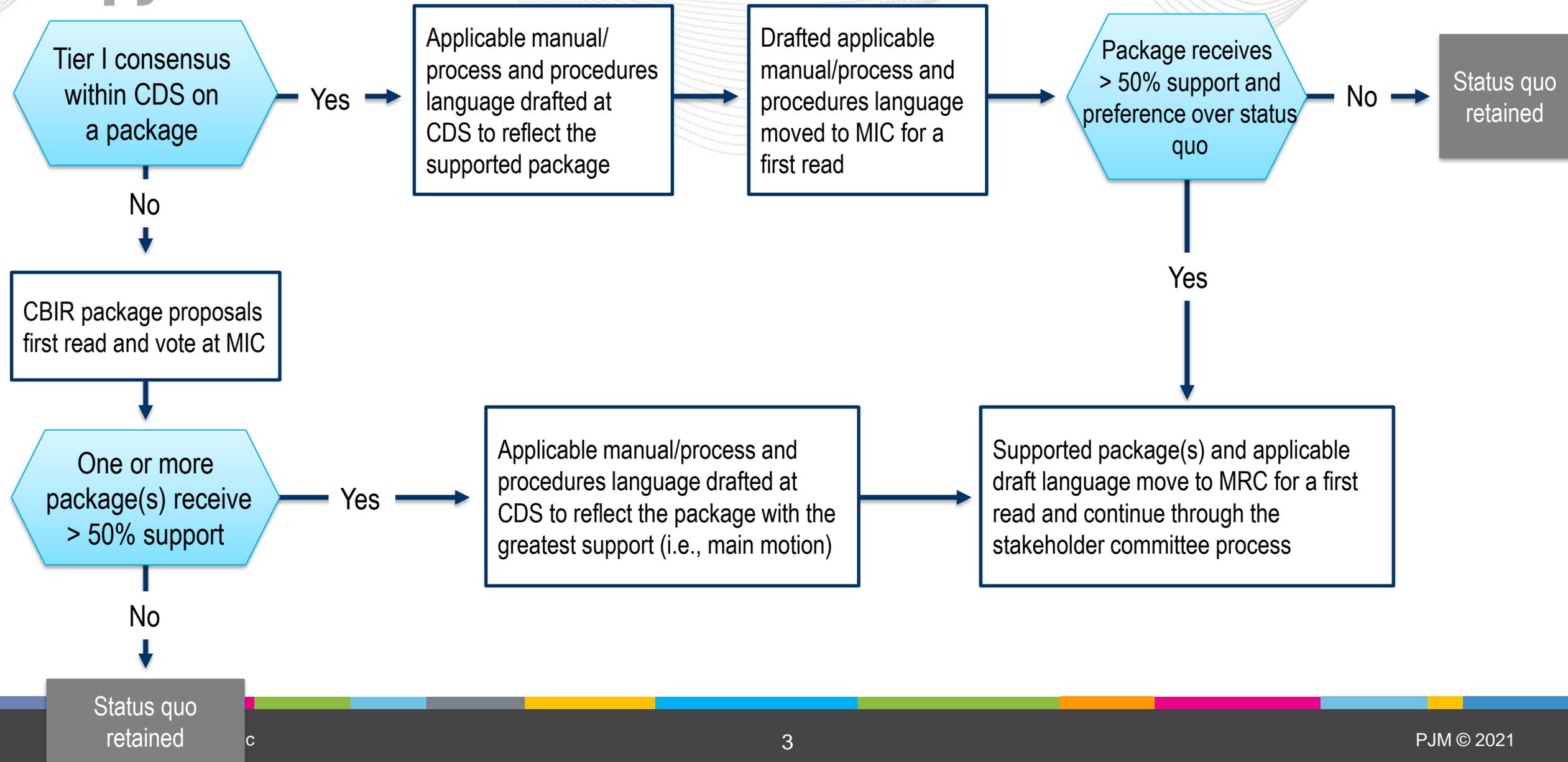




November CDS Update

- Problem Statements and Issue charges will be drafted at CDS level for each issue in the work plan within the scope of the charter.
 - Consensus (verbal, no vote) will be sought after a first and second read for each issue charge.
- Informational updates on all pending Problem Statements and Issue Charges will be reviewed during monthly CDS updates at MIC.
- If consensus cannot be reached for the issue charge as drafted within CDS, it will be sent to MIC for vote/approval.
- Once MIC approves an issue charge, the issue will be brought back down to CDS.



VOM Development

Issue Content

The intent of this work is to elaborate on and provide additional clarification to Market Sellers on the VOM review guidelines in accordance with the standards in Manual 15 Cost Development Guidelines and Schedule 2 of the Operating Agreement.

Key Work Activities and Scope

- Provide detailed guidance and updates, as necessary, in Manual 15 and Schedule 2 of the Operating Agreement for:
- Clarifications for Market Sellers who use monthly operating costs
- Years of available operating history and clarifications for situations where documentation is unavailable for immature units
- The use of multiple maintenance adders and units of measure (e.g. \$/hour or \$/start) for LTSA costs
- Clarifications around averaged maintenance adders for similar units
- Clarifications for the use of VOM in all ancillary services (e.g. synchronized reserves, condensing costs, regulation)
- The need for changes to Manual 15's list of system that are directly related to electric production
- The annual VOM review process around
 - Coordination of PJM and IMM reviews
 - Acceptable levels of documentation
- Research and recommendations related to the use of default VOM adders

Jan – Mar

Apr – Jun

Jul – Sep

Oct – Dec

CDS
2021
Items

No Load and Incremental Cost Development



Start-Up Cost Offer Development



Fuel Cost Policy



VOM Development



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