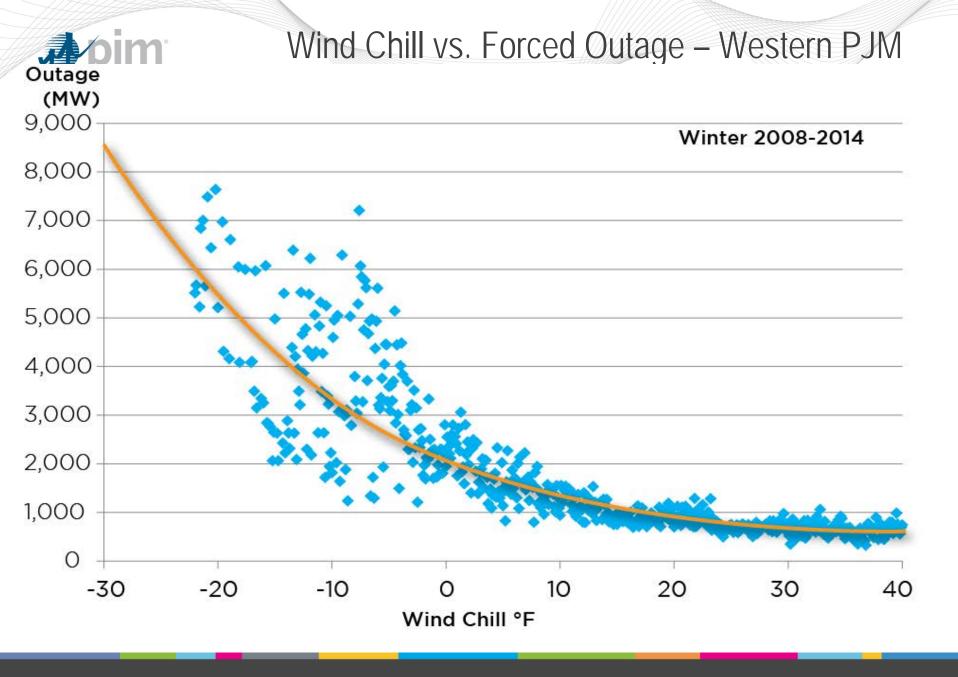
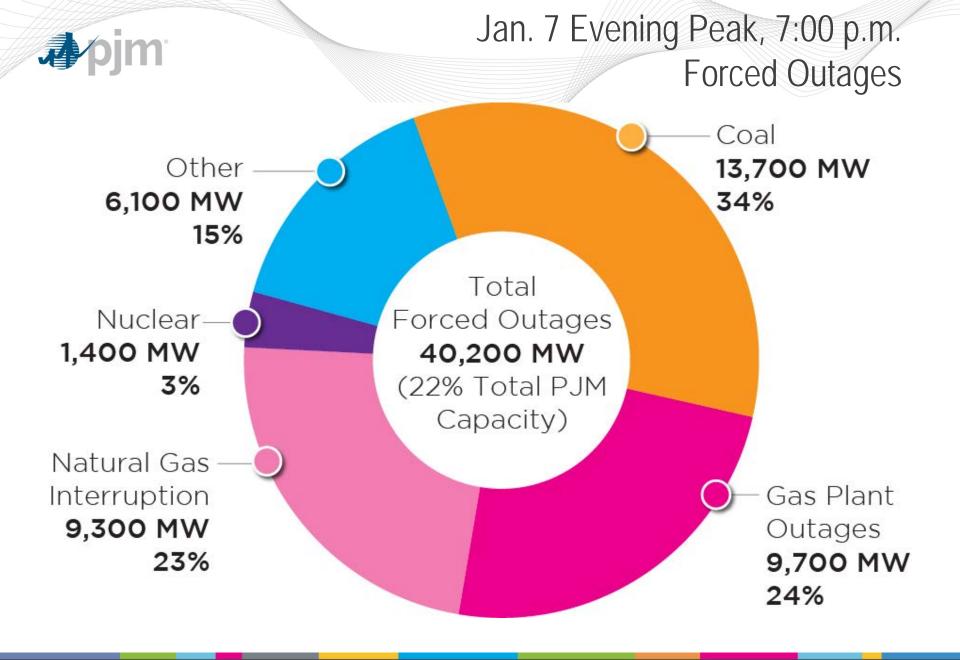


### Capacity Performance

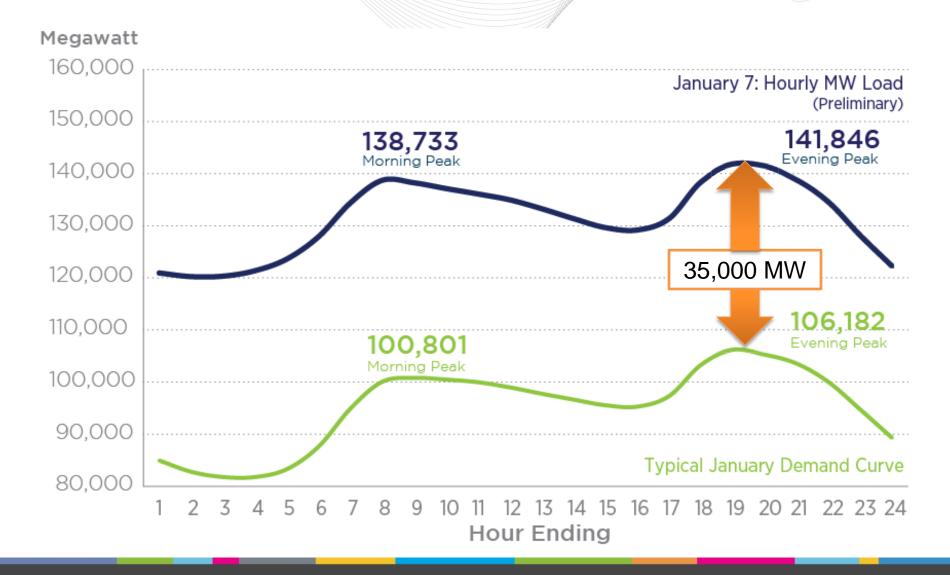
Terry Boston July 31, 2014







#### January 7 - Peak Load vs. Typical Load







Performance Incentives / Penalties

Operational Availability and Flexibility Fuel Security



#### Need to refine the definition of capacity

- Fuel security dependable fuel source
- Performance incentives and penalties
- Capacity resources must be highly available for operations
- Require flexible unit operational parameters

#### Other Cold Weather initiatives to incorporate

- Energy Storage Participation in RPM (PC)
- QTU Credit (MIC)
- Cold Weather Resource Performance Improvement long term aspects (OC)
- Gas Unit Commitment Coordination—long term aspects (OC)
- Unit Market Offers (MIC)

- Process developed by the Members during GAST Phase 2B
- Documented in Manual 34, Section 15.2.2
- Triggers
  - Failed vote at Members Committee, and Board determines action is required
  - MC vote at initiation of an issue
  - Board may initiate
- Elements
  - Whitepaper (or committee final report, including a matrix)
  - Members form coalitions
  - Coalitions submit briefing papers
  - Enhanced Liaison Committee meeting with the Board



# Preparation

- PJM posts draft whitepaper part 1 (background material) 8/1/14
- Education and dialogue sessions 8/12/14 and 8/18/14
- PJM posts draft whitepaper part 2 (with package in matrix) 8/20/14
- Stakeholder meeting to present the draft whitepaper 8/22/14
- Stakeholders submit written comments 9/12/14
- Stakeholder meeting for PJM to receive comments and get clarification – 9/24/14

## **ELC Process**

- PJM issues whitepaper 10/7/14
- Stakeholders form coalitions by 10/21/14
- Coalition briefing papers submitted and posted by 10/28/14
- Enhanced LC meeting with the Board 11/4/14