

Fuel Cost Policy Review Update

Market Implementation
Committee

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Joe Bowring

Joel Romero Luna

Catherine Tyler



Monitoring Analytics

Fuel Cost Policy Review Update

- **After the FERC Order, the IMM continued to work with market participants to develop acceptable fuel cost policies.**
- **A significant number (about 25 percent of units) have passed the IMM screens since the FERC order on February 3.**

Fuel Cost Policy Review Update

- **Currently, 77 percent of PJM units have algorithmic, verifiable, and systematic fuel cost policies that accurately calculate the short run marginal cost of fuel.**
- **Of the remaining 23 percent, 15 percent have failed the IMM's evaluation and 7 percent are under review.**

Fuel Cost Policy Review Update

- **By April 14, the IMM will provide its determination to PJM and market participants on all policies submitted by April 12 (today).**
- **In MIRA, the policies will show a Pass or Fail IMM status.**
- **The IMM will continue to review all submitted fuel cost policies and will continue to work with market participants that want to resolve any outstanding issues raised by the IMM.**

Fuel Cost Policy Status 4/7/2017

MMU Categories	Units	Percent
Passed	1,049	77%
Submitted	92	7%
Failed	200	15%
Not Submitted	15	1%
Total	1,356	100%

- **57 percent of natural gas units have passed the IMM's evaluation.**

Monitoring Analytics, LLC
2621 Van Buren Avenue
Suite 160
Eagleville, PA
19403

(610) 271-8050

MA@monitoringanalytics.com

www.MonitoringAnalytics.com

