

Summer-Only Demand Response Senior Task Force

This Charter describes the objectives (mission) and responsibilities of this stakeholder group to complete the specific scope of work assigned by the Markets and Reliability Committee (MRC).

Mission

The Summer-Only Demand Response Senior Task Force <u>Problem Statement</u> was brought forward by PJM Interconnection and approved by the MRC on August 24, 2017.

This stakeholder group is chartered with completing a stakeholder process to recommend one or more proposed solution(s) for consideration to resolve the following issues:

- Demand Response resources unable to make annual commitments.
- Demand Response resources unable to aggregate prior to the auction or unable to clear as "summer-only" due to established aggregation rules which are part of the auction clearing process.

Responsibilities

Specifically, this stakeholder group will conduct the following key work activities and produce the stated deliverables as described in the Issue Charge:

- 1. Review analysis conducted by PJM's Resource Adequacy department which simulates the impact of summer peak shaving resources on the load forecast used in RPM. As applicable, recommend alternative assumptions and/or modified analysis procedures.
- 2. Education and discussion on specific aspects of certain types of Demand Response resources, or specific market rules, which prevent participation in RPM.
- 3. Explore mechanisms, including the load forecast, to value Demand Response resource flexibility for those resources that may not be able to clear in the capacity market.

Expected Deliverables

- Report to MRC summarizing discussions and any proposed alternatives to Summer-Only Demand Response's participation in the PJM footprint.
- If necessary, recommend Manual and/or Tariff language associated with any approved proposals.

Expected Duration of Work

The work on this issue is expected to be completed within 12 months.

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Administration

Group name: Summer-Only Demand Response Senior Task Force (SODRSTF)

Parent committee: Markets and Reliability Committee (MRC)

Facilitator/Chair: Rebecca Carroll

Secretary: Michael Borradaile

Webpage: http://pjm.com/committees-and-groups/task-forces/sodrstf.aspx

Meeting frequency: Approximately once a month

- The Summer-Only Demand Response Senior Task Force (SODRSTF) shall base its activities by the rules and protocols found in the PJM Stakeholder Process Manual (M- 34).
- The group will accomplish the scope of work identified above, and only that work.
- Approval from the parent Standing Committee will be sought before engaging in any activity outside this scope.
- The group will periodically report progress on its chartered scope of work to its parent committee, the MRC.
- Meeting minutes and all meeting materials will be published on the PJM web site.
- The group will prepare a final report (the Consensus Proposal Report or Proposal Alternatives Report, whichever is applicable). This report will constitute its recommendation to the parent Standing Committee to resolve the issue.
- Membership in the group is open and will be identified by volunteerism. Group members are not required to sign a confidentiality agreement or non-disclosure agreement.

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