



# Update on Gas Contingencies Compensation

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Markets and Reliability Committee

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- On December 6, 2018, the MRC and MC approved Tariff and Operating Agreement revisions that would have created an avenue for recovery of “Gas Contingency Switching Costs.”
- PJM filed the proposal with FERC on December 21, 2018 in Docket No. ER19-664-000.
- On February 19, 2019, the Commission rejected the proposal “without prejudice,” meaning the Commission left the door open for PJM to resubmit a proposal regarding the recovery of Gas Contingency Switching Costs.

- PJM recommends reviving the original problem statement/issue charge and assigning back to special sessions of the MIC.
- In addition to guidance taken from the order, PJM intends to seek further guidance from FERC staff regarding a new proposal.
  - Request for rehearing period expires today (3/21).
  - If no party has requested rehearing by 5:00PM EST, ex parte restrictions will dissolve.