

Fast Response Regulation (RegD) Resources Operational Impact

Issue Source

PJM Performance Compliance is bringing forward this issue due to observed regulation-D over commitment in certain hours and the potential challenges that can cause for operations.

Stakeholder Group Assignment

OC Special Session

Key Work Activities

Regulation Education

- 1. Regulation Education
 - a. History of regulation signal, performance scoring, regulation requirement, PBR updates
 - b. KEMA study and RegA/RegD optimization
 - c. Technical details on Regulation Signal

<u>Develop Solution Analysis for ReqD operational impacts</u>

- 2. Re-evaluating benefits curve and Reg-D commitment percentages
 - a. Current functionality of benefits curve and possibility for re-definition
 - b. RegD commitment percentages; self-schedule, MBF
- 3. Re-evaluating regulation operation signals
 - a. Current RegD signal and possible updates to tuning parameters
 - b. Bring back historic RegB signal into operations
- 4. Evaluating Regulation Market Clearing requirements
 - a. Look at updates to 700/525MW regulation requirement; options for dynamic or static requirements
- 5. Evaluating Regulation resource performance requirements
 - a. Test performance and qualification requirements; revisit passing criteria (75%) and scoring criteria (equal weight for accuracy, delay, precision)

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b. Operation performance; revisit market participation criteria (40%) and scoring criteria (equal weight for accuracy, delay, precision)

Expected Deliverables

- 1. Analysis of alternatives for solutions to Reg-D saturation
- 2. Solution proposal
- 3. Governing document updates to reflect decisions

Expected Overall Duration of Work

5-6 month duration

Decision-Making Method

Tier 1, consensus on a single proposal.

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