

# Clarification to Performance Assessment Interval Agreement Language

Susan Kenney

Terri Esterly

Markets Automation & Quality Assurance

Markets Implementation Committee

November 5, 2020

- During the settlement calculation of the individual Performance Assessment Intervals for the October 2, 2019 event, PJM staff noted a lack of transparency into the settlement calculations
- Problem Statement/Issue Charge approved at July MIC
- Two education sessions held to provide details of PAI settlement
  - September 23 and October 1
- MIC working sessions to vet revised language to provide needed transparency
  - Plan is to bring a few revised Manual sections to each MIC special session for discussion

Future  
MIC  
Discussion

- Identification of assessed resources
- Calculation of real-time reserve and regulation assignment
- Calculation of scheduled MW for non-performance and bonus determinations

For  
Discussion  
Today

- Calculations for a resource with both RPM and FRR commitments
- Retroactive Replacement Applicability for FRR commitments
- Allocation of Non-Performance data to Capacity Resources Due to Modeling Differences

- In addition to adding language specific to the items previously identified, PJM is proposing to:
  - Add Subsections to Section 8.4A for readability
  - Retire language describing Performance Capacity rules specific to Base Capacity
    - Base Capacity product retired as of June 1, 2020
  - Add language to improve understanding of other PAI topics:
    - Balancing Ratio
  - Renamed Exempt MW to Excused MW

Facilitator:  
Lisa Morelli, [lisa.morelli@pjm.com](mailto:lisa.morelli@pjm.com)

Secretary:  
Nicholas Disciullo,  
[nicholas.disciullo@pjm.com](mailto:nicholas.disciullo@pjm.com)

SME/Presenter:  
Susan Kenney, [susan.kenney@pjm.com](mailto:susan.kenney@pjm.com)

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### Member Hotline

(610) 666 – 8980

(866) 400 – 8980

[custsvc@pjm.com](mailto:custsvc@pjm.com)