

MINUTES

PJM Interconnection

Demand Response Subcommittee (DRS)

July 12, 2013

9:30pm - 4:00pm (EPT) Webex, conference call

Members Present:

Langbein, Peter (Chair) PJM Interconnection, LLC Not Applicable Bloom, David **Transmission Owner** Baltimore Gas and Electric Company Mancuso, Maria Baltimore Gas and Electric Company **Transmission Owner** Hagaman, Derek Calpine Bethlehem, LLC **Transmission Owner** Calpine Energy Services, L.P. Kerecman, Joseph Not Applicable Gilkey, Rick **Customized Energy Solutions** Other Supplier Flaherty, Dale **Duquesne Light Company Transmission Owner** Campbell, Bruce EnergyConnect, Inc. Other Supplier Guerry, Katie EnerNOC, Inc. Other Supplier Enerwise Global Technologies, Inc. Griffiths, Daniel Other Supplier Exelon Business Services Company, LLC Stadelmeyer, Rebecca **Transmission Owner** Suh, Jung Noble Americas Energy Solutions LLC Other Supplier Scoglietti, Barbara Tangent Energy Solutions, Inc. Other Supplier Yeaton, Andrea (Secretary) PJM Interconnection Not Applicable

Also in Attendance:

Mabry, DavidMcNees Wallace & Nurick LLCNot ApplicableGarris, KathrynNot DisclosedNot ApplicableHorowitz, ShiraPJM InterconnectionNot Applicable

Attendees via Teleconference / WebEx:

Feliks, Kent American Electric Power **Transmission Owner** McAlister, Lisa American Municipal Power, Inc. Electric Distributor Norton, Chris American Municipal Power, Inc. **Electric Distributor** Ondayko, Brock Appalachain Power Company (AEP) **Transmission Owner** McDaniel, John Baltimore Gas and Electric Company **Transmission Owner BP Energy Company** Bassett, Jeffrey Other Supplier Not Applicable Brickfield, Burchett, Ritts, and Stone, PC Kopon, Owen Xenopoulos, Damon Brickfield, Burchett, Ritts, and Stone, PC Not Applicable Not Applicable Burns, Wil Burns Law Firm Commonwealth Edison Company Miller, John **Transmission Owner** Gilani, Rehan Consolidated Edison Energy, Inc. Other Supplier Constellation NewEnergy, Inc. Other Supplier Price, Dann Filomena, Guv Customized Energy Solutions, Ltd.* Not Applicable Customized Energy Solutions, Ltd.* McDonald, Steve Not Applicable Schofield, William Customized Energy Solutions, Ltd.* Not Applicable Horstmann, John Dayton Power & Light Company (The) **Transmission Owner** Hemmert, John Dayton Power & Light Company (The) (EDC) **Transmission Owner** Delaware Public Service Commission Farber, John Not Applicable Maucher, Andrea Delaware Public Service Commission Not Applicable Nowell, Cynthia Delmarva Power & Light Company (DE SOS Trans.) **Electric Distributor** Division of the Public Advocate - State of Delaware Price, Ruth **End Use Customer**

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Wilmoth, Emily Dominion Virginia Power Not Applicable White, Barbara DR2 LLC Not Applicable Jennings, Ken **Duke Energy Business Services LLC Transmission Owner** Sailers, Bruce Duke Energy Carolinas, LLC Other Supplier Duke Energy Kentucky, Inc. Pach, Darcy **Electric Distributor** Beasley, Ryan EDP Renewables North America, LLC Generation Owner Ainspan, Malcolm Energy Curtailment Specialists, Inc. Other Supplier EnerNOC, Inc. Other Supplier Basquez, Nicol Desmarais, Michael EnerNOC, Inc. Other Supplier Endicott, Brendan EnerNOC, Inc. Other Supplier EnerNOC, Inc. Other Supplier Meier, Mariko EnerNOC, Inc. Other Supplier Nie, David Other Supplier Poulos, Greg EnerNOC, Inc. Other Supplier Enerwise Global Technologies, Inc. Bash, David Enerwise Global Technologies, Inc. Other Supplier Warner, Robert **Transmission Owner** Barker, Jason Exelon Business Services Company, LLC Borgatti, Michael Gable and Associates Not Applicable

Moss, Skip **GDS** Associates Richardson, Kelsey **Hess Corporation**

Illinois Commerce Commission Hanson, Mark Frelich, Jessica Integrys Energy Services, Inc. (BGS) Powers, Sean Linde Energy Services, Inc. Wisersky, Megan Madison Gas & Electric Co.

Paslick, Marissa Maryland Public Service Commission Freeman, Al Michigan Public Service Commission Moss, James Monitoring Analytics, LLC

Dugan, Bill Monitoring Analytics, LLC Natural Resources Defense Council Gowrishankar, Vignesh Harvey, Colby Negawatt Business Solutions, Inc. Ris, Monica Negawatt Business Solutions, Inc. Ornelas, Jonathan Noble Americas Energy Solutions, LLC

Maye, Shelly-Ann North America Power Partners, LLC Musilek, James North Carolina Electric Membership Corporation Nguyen, John Northern Virginia Electric Cooperative (NOVEC)

Korczykowski, Ryan NuEnergen, LLC

Mariam, Yohannes Office of the Peoples Counsel - District of Columbia

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Alston, Rick Old Dominion Electric Cooperative Stein, Edward Pennsylvania Electric Company PJM Interconnection Manion, Evelyn O'Neill, Jack PJM Interconnection

Potomac Electric Power Company DeNavas, Joe

Greening, Michele PPL Energy Plus, LLC

Walter, Laura

PSEG Energy Resources and Trade Carretta, Kenneth Citrolo, John **PSEG Energy Resources and Trade** Schmatz, Peter PSEG Energy Resources and Trade, LLC Prendergast, Michael Public Service Electric & Gas Company

Riverside Generating, LLC Hoatson, Tom

Rockland Electric Company (CIEP Load) Sudhakara, Raghu

Trevino, Rita Siemens Industry, Inc.

Virginia Electric and Power Company Hewett, Christopher

Wolfe, Samuel Viridity Energy, Inc.

Horstman, Andrew Wabash Valley Power Association, Inc. Not Applicable Other Supplier Not Applicable Other Supplier **End Use Customer** Other Supplier Not Applicable Not Applicable Not Applicable Not Applicable Not Applicable Other Supplier Other Supplier Other Supplier Other Supplier Electric Distributor **Electric Distributor** Other Supplier Not Applicable Electric Distributor **Transmission Owner** Not Applicable Not Applicable Not Applicable **Electric Distributor Transmission Owner Transmission Owner Transmission Owner Transmission Owner Transmission Owner** Other Supplier

Transmission Owner

Transmission Owner

Other Supplier

Other Supplier

Other Supplier

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1. ADMINISTRATION (15 MIN)

- a. There were no comments on the minutes for the 6/4/13 meeting or 6/17/13 webex meeting.
- b. The following future DRS meeting was established:
 - i. Tuesday, 10/22/2013 in person, PJM, Valley Forge PA (9:30 am 4:00 pm)
- c. Brief update/discussion of DR related activity in other stakeholder groups:
 - i. CSTF DR vs. Generation is being prioritized. An MRC issue charge is assigned to the CSTF to make DR more operational.
 - ii. MIC A special meeting will be held on 7/23/13 on replacement capacity specific to DR.
 - iii. OC Discussing Synchronized Reserve in general.

2. ECONOMIC DR NORMAL OPERATIONS ISSUE STATEMENT

PJM presented the first read of the Problem Statement/Charge to add clarifications and details of FERC Order 745 to the Manual. This Charge was based on stakeholder feedback. The work will go beyond onsite generation and will include examples and/or criteria. A vote on the issue statement will be conducted at the next meeting and the education phase will begin.

3. EFFICIENCY OF DR REGISTRATION PROCESS

PJM presented 3 solutions for Economic Registrations based on feedback from prior meeting. They were discussed in detail and an addition was made to 2B line 6 to add wording that the CSP must re-select an LSE if the LSE is incorrect within a specified time. One member suggested an additional exclusion for 2B and 2C which would exempt residential Direct Load Control registrations from specifying the LSE. The addition was not clarified so it was not included in the proposed solutions. A straw poll was taken to determine which of the 3 proposals would move forward to the MIC. Enough interest was shown for each Economic Registration solution that all 3 solutions will presented at the next MIC. The MIC will determine which solution will move up. The Emergency Registration proposal (consensus gained in prior meeting) will also be presented to the MIC.

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4. MEASUREMENT AND VERIFICATION FOR VARIABLE DR ECONOMIC RESOURCES

PJM presented the final analysis for the Same Day (3+2) CBL with an update that that no events would be allowed during HE1, 2, 3, 23, 24 to ensure hours are available to calculate the CBL. A second CBL was presented - Match Day (3 day average) - that uses 3 non-event days from the last 45 days of data that have the most similar usage to non-event hours on event day. Analysis showed that a significant number of registrations in the test set would have an acceptable RRMSE if one of these 2 CBLs were used. There were no objections with moving the 2 CBLs to the MIC for endorsement.

LUNCH BREAK

5. REVIEW DR PRODUCT SUBSTITUTION PROCESS

PJM reviewed the DR resource substitution process which takes effect in 14/15 DY with implementation of new DR product (Limited DR, Extended Summer DR, Annual DR). The CSP will have until midnight of the event day to submit a substitute registration to PJM. The substitute's strike price will be used and its reduction values will not be floored at zero as are normal emergency registrations. Based on stakeholder feedback, an issue statement will be created.

6. DR AS A FLEXIBLE TIER2 SR RESOURCE

PJM reviewed Flexible Tier2 SR definition and process of gaining registration approval for Flexible Tier 2. The resource's daily designation as Inflexible is done through eMKT and the award notification will be through DNP or its successor. The CSP will be notified of the award at the effective time and the termination of the award is when the signal ends. If the CSP does not currently have Director, they must wait for its successor targeted for Nov. 2013. There is no difference between Flexible and Inflexible with respect to the All Call which remains the primary contact for SR events.

7. PEAK LOAD CONTRIBUTION REVIEW (ASSIGNED BY CSTF)

PJM recapped the 6/17/13 DRS meeting where the key issue was Non-Retail Behind the Meter generation and the use of FSL vs. GLD. As a follow up, PJM clarified there are 3 rules for Non-Retail Behind the Meter generation – either the rules for Non-Retail Behind the Meter are followed, the resource is DR or the it's in front of the meter. The Interconnection process applies to the latter and PJM presented education on the Interconnection Queue timeline which focused on smaller generators under 20 MW. Deposits for each of the steps (Feasibility Study, Impact Study and Facilities Study) were reviewed.

Interest Identification for all 3 issues were presented based on prior meetings. Additional interests were proposed that will be incorporated.

Next steps include creating the solutions matrix and polling.

8. ELRS UPDATES

PJM reviewed the statistics from this year's emergency registration window duplicates. The process went smoothly and resulted in 80% less time to resolve duplicates. The major enhancements in the next eLRS functional release were reviewed and CSPs were reminded that the release is in the Sandbox where they can test Electronic

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Notification for emergency events. The target date for the production deployment is August 13. A tentative list of enhancements was reviewed for the 2nd Functional Release targeted for Nov/Dec.

9. CSP UPDATE OF DR LOCATION DATA IN ELRS

PJM reminded CSPs that they may begin updating location data (Business Segments, Load Reductions and Generator Attributes) in eLRS as soon as the enhancements are in production, currently scheduled for Aug. 13. Any of these fields designated as "Other" will no longer be permitted. The updates should be completed by mid-September and are limited to those locations that are currently effective (i.e. attached to an effective registration). The enhancements are currently in the Sandbox for CSPs that wish to test their Web Services with respect to adding/modifying/consuming location data.

10. MONTHLY DEMAND RESPONSE ACTIVITY REPORT REVIEW

PJM noted on slides 2 and 3 that the label 'Sites' will be replaced with 'Locations' to improve clarity going forward. Also, the "Unique" columns on these 2 slides denote the MW without double-counting locations that are associated with both an emergency and economic registration.

11. <u>FUTURE AGENDA ITEMS</u>

None were put forward.

12. FUTURE MEETING DATES

8/14/13	9:30 am – 3:30 pm	Valley Forge, PA, PJM CTC
9/16/13	9:30 am – 4:00 pm	Valley Forge, PA, PJM CTC
10/22/13	9:30 am – 4:00 pm	Valley Forge, PA, PJM CTC

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