

# Direct Billing for Late Outages

MRC Meeting  
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- A process does not currently exist in the PJM Open Access Transmission Tariff (OATT) or Operating Agreement (OA) to allow a Transmission Owner to pay for off-cost operations associated with priority 1 (i.e. Markets and Reliability) facilities that result from their late transmission outage submittals.

## Tariff Section 1.7.6c:

- To protect its generation or distribution facilities, or **local Transmission Facilities not under the monitoring responsibility and dispatch control of the Office of the Interconnection**, an entity may request that the Office of the Interconnection schedule and dispatch generation or reductions in demand to meet a limit on Transmission Facilities different from that which the Office of the Interconnection has determined to be required for reliable operation of the Transmission System. To the extent consistent with its other obligations under this Agreement, the Office of the Interconnection shall schedule and dispatch generation and reductions in demand in accordance with such request. **An entity that makes a request pursuant to this section 1.7.6(c) shall be responsible for all generation and other costs** resulting from its request that would not have been incurred by operating the Transmission System and scheduling and dispatching generation in the manner that the Office of the Interconnection otherwise has determined to be required for reliable operation of the Transmission System.

Solution Criteria <sup>1</sup>		Potential Solutions <sup>2</sup>		
		A	B	C
1	Allow Late Outage of Market Facilities at T.O. Request	Add language to Tariff, OA, and M-3 to give T.O. option to avoid cancellation		
2	Avoid FTR Revenue Impacts Due to Late Outage	Limit scope to facilities where costs can be isolated and not set LMP (no EHV)		
3	Compensate Impacted Generators	Generators used for control include raise, lower, brought on-line, kept off-line		
4	Avoid Delays on RTEP In-Service Dates	PJM may direct assign costs without T.O. option to avoid unreliable system	Give T.O. option to pay or have outage posted on OASIS as special notice	
5	No Penalty for Unavoidable Late Outages	Include language in M-3 outlining exceptions to late outage criteria		