

Gas Unit Commitment Coordination

Includes Problem/Opportunity Statement

Issue Source

This issue emanates from the difficulties experienced in scheduling gas-fired generation during cold weather events, most recently during the cold weather events of January 2014 and some of the issues identified by PJM and Generation Owners.

Stakeholder Group Assignment

PJM recommends that this issue be addressed at the Operating Committee (OC) and that any solution be vetted also through the Market Implementation Committee (MIC). The approval authority will ultimately rest with the Markets and Reliability Committee (MRC).

Key Work Activities

- 1) Education on gas scheduling and coordination issues experienced
- 2) Development of Design Components of a solution.
- 3) Development of solution packages to address the identified issues.

Any solution should consider:

- PJM unit commitment practices for units requiring significant advance notice for fuel procurement and more generally, long lead unit commitment procedures for units with greater than 24 hour startup and notification times.
- Methods to ensure long lead generation commitments are accurately reflected in DA market.
- Flexibility of generator startup time and notification time data fields in unit offer data. Can the existing
 data fields accurately model the situations seen in January? <u>Dual fuel, economic/reliability, EFORp,</u>
 <u>definition of outage tools to manage limited availability OATT and OA focus on communications</u>
- PJM "Cancellation Costs" recovery for generators cancelled prior to expected run times in real time
- "Firmness" of PJM operator unit commitment decisions outside of DA market.
- Obligations of PJM capacity units with respect to fuel availability

Any solutions to these issues will need to be coordinated with any FERC action pending on similar cases currently before the FERC.

Expected Deliverables

Manual changes

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- 2) Potential changes to eMKT or other PJM tools
- 3) Potential OATT changes

Expected Overall Duration of Work

The expectation is to get some short term changes implemented prior to the winter of 2014/2015. Some longer term changes that may require FERC action may extend into early 2015.

Decision-Making Method

Tier 1, consensus (unanimity) on a single proposal is the preferred decision-making method with Tier 2 (multiple alternatives) being used if consensus cannot be reached.

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