

Unit Specific Parameters DY 2024/25

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Stakeholder Impact

| Product - Action Required | Dates | Who May Be Affected |
|--|-------------|-------------------------|
| Submit parameter adjustment requests to the Unit Specific Parameter Adjustment Process SharePoint site (PJM Connect) | February 28 | Capacity Market Sellers |









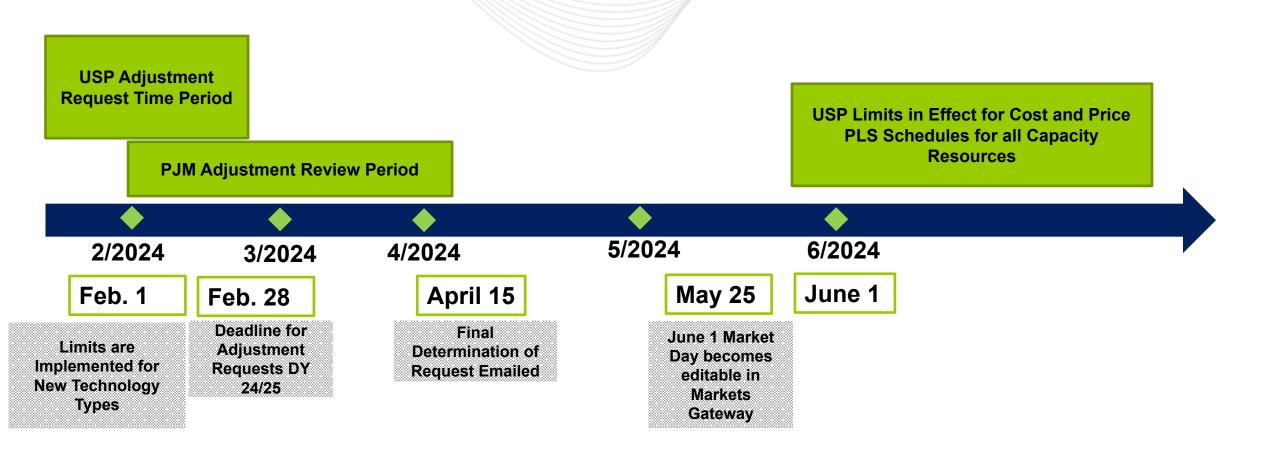
USP 2024/25 DY Key Points

- 1. Unit specific parameter limits are applied to all Capacity Resources regardless of commitment status or type (RPM vs FRR)
 - Unit specific parameter limits apply to Cost and Price Based PLS schedules
 - Price Based PLS schedules are only considered in DA and RT Dispatch when certain Emergency Conditions are in effect*
- 2. If the unit can not meet the proxy parameters due to an actual constraint, you may submit an adjustment request using the **Unit Specific Parameter Adjustment Process**SharePoint site (PJM Connect) by February 28, 2024
- 3. Approved parameters will remain in place unless a change is communicated to PJM
 - Parameters which were approved and implemented in previous years do NOT have to be submitted each year

*Refer to OATT, Attachment K Appendix, Sec 6.6 Minimum Generator Operating Parameters



DY 2024/25 Unit Specific Parameter (USP) Timeline





Matrix Update - Parameters

| Min Mi | | Min | | | Start-up Time | | | | Notification | | | |
|---|---------------------------------|---------------------------|----------------------|----------------------|---|--------------|-----------|----------|---|----------|------------------------------|-------------------|
| Technology Classification ² | Down Time <u>Hrs</u> | Run Time <u>Hrs</u> | Max Daily Starts | Max Weekly Starts | Hot Hrs. | Warn Hrs. | | | Time Cold/Warm/ Hot <u>Hrs</u> | | Turn Down Ratio | Run |
| Capacity Pumped HydroStorage Resource | Shall not exceed 1 hr. | 1 | 12 | 84 | Start Time + Notification Time shall not exceed 1 hr. | | | | | N/A | 24 hrs. | |
| Battery | <u>0</u> | <u>0</u> | Unlimited | <u>Unlimited</u> | <u>0</u> | | | | | N/A | <u>24</u> - <u>hrs.</u> - | |
| Intermittent- Storage Hybrid | 0 | 0 | No limitUnlimited | No limitUnlimited | 0 | | 0 | (| 0 | 0 | N/A | 24 hrs. |
| Solar Units | <u>0</u> | <u>0</u> | Unlimited | Unlimited | <u>0</u> | | <u>0</u> | <u>(</u> | <u>0</u> | <u>0</u> | <u>N/A</u> | <u>24</u> hrs: |
| Wind Units | <u>0</u> | <u>0</u> | Unlimited | Unlimited | <u>0</u> | | <u>0</u> | Ĺ | <u>0</u> | <u>0</u> | N/A | 24 hrs. |
| Run-of-River Hydro Units | <u>0</u> | <u>0</u> | Unlimited | Unlimited | <u>0</u> | | <u>0</u> | <u>(</u> | <u>0</u> | <u>0</u> | N/A | 24 hrs. |
| Nuclear Units | <u>48</u> | <u>24</u> | 1 | 1 | 48 | <u>3</u> | <u>72</u> | 9 | <u>16</u> | 1 | 1.0 or more | 24 hrs. |



- <u>Nuclear:</u> A generating resource which uses nuclear fission as a fuel. This
 includes both Boiling Water Reactors (BWR) and Pressurized Water Reactors
 (PWR).
- Run-of-River: A generating resource which uses topographic elevation difference on a river to generate.
- Solar: An intermittent generating resource that generates using solar radiation.
- Wind: An intermittent generating resource which generates using wind
- <u>Battery:</u> A resource that stores energy as electrical energy in a battery or mechanical energy in a spinning flywheel.
- <u>Pumped Hydro:</u> An generating/pumping resource which pumps water to an elevated pond/basin and generates by discharging the water to a lower pond or basin.



Real Time Values Update

- On November 30, 2023, in Docket No. <u>EL21-78-000</u>, the Commission directed PJM to replace Real Time Values with the ability for Market Sellers to submit temporary exceptions during the Operating Day.
 - The Commission directed PJM to submit a compliance filing by January 2, 2024 to reflect these revisions in the Tariff and Operating Agreement.
 - The order noted that the Tariff and Operating Agreement revisions are effective as of November 30, 2023.
- Market Sellers may now submit real time temporary exceptions during the Operating Day.
 - Supporting documentation is required within three days of such submission and notify PJM and the Market Monitor of any updates on the physical limitation during the period of the temporary exception within one business day.
 - A temporary exception may only be requested one time for the same constraint per occurrence.



- While updates to Markets Gateway are being made to streamline this change, market sellers in the meantime may submit real-time temporary exceptions during an Operating Day via the "Exception" tab on the "Parameter Limits" page in Markets Gateway. It will be called 'Real Time Temp Except'.
- While the "Real Time Values" option under the "Request Type" drop down will be replaced with real-time temporary exceptions in the coming days, market sellers may submit real-time temporary exceptions by selecting "Real Time Values" until such update is completed.
- If a Real Time Value was submitted in the past using an XML file, the updated name required in the XML file should be 'Real Time Temp Except'.



Appendix: Unit Specific Parameter Adjustment Process Reference Material



Unit Specific Parameter Adjustment Process References

Reference Materials:

- Process Overview- https://www.pjm.com/-/media/committees-
 groups/committees/elc/postings/20150612-june-2015-capacity-performance-parameter-limitations-informational-posting.ashx?la=en
- Tariff- OATT Attachment K Appendix Section 6.6
- FAQs- https://www.pjm.com/-/media/committees-groups/committees/elc/postings/20150715-cp-unit-specific-adjustment-request-faqs.ashx?la=en
- Request Template- https://www.pjm.com/-/media/committees-
 groups/committees/elc/postings/cp-unit-specific-adjustment-process-template.ashx?la=en
- Parameter Definitions- http://www.pjm.com/~/media/documents/manuals/m11.ashx



Unit Specific Parameter and Process Overview

| Unit Specific Operating Parameter Adjustment Process Details | | |
|--|--|--|
| Why was the process implemented? | PJM was directed by FERC in ER15-623-000, EL15-29-000, ER15-623-001 (CP Order) to implement unit specific parameter limitations for Generation Capacity Resources | |
| What is the Unit Specific Operating Parameter Adjustment Process? | Capacity Market Sellers that do not believe their individual resources can meet the proxy operating parameters due to actual operating constraints may submit adjustment requests for the parameters for their cost based and price-based parameter limited schedules to the PJM team for review. The team includes IMM team members | |
| What parameters are included in the unit specific operating parameter adjustments? | Turn Down Ratio, Minimum Down Time, Minimum Run Time, Maximum Daily Starts, Maximum Weekly Starts, *Hot Start, *Warm Start, *Cold Start, *Notification Time, and *Maximum Run Time * Additional Parameters for Capacity Performance Resources | |



Unit Specific Parameter and Process Overview

Unit Specific Operating Parameter Adjustment Process Details

| Who should use the process? | Capacity Performance resources for DY 2024/25 and Uncommitted Capacity Resources for DY 2024/25 Replacement Capacity Performance resources for DY 2024/25 Re-submitted adjustments for the same parameters if there is physical change or updated/changed information or documentation |
|--|--|
| What are adjustments used for? | Make whole payments Do not excuse a unit for not performing during a Performance Assessment Interval |
| How long are the parameters effective for? | Parameters will remain in place until PJM determines a change is needed based on changed operational capabilities of the resource |
| When must adjustments be submitted by? | The requests must be submitted by the February 28 and will be evaluated by April 15 (prior to the applicable delivery year). |
| When are adjustments effective? | June 1 for the applicable delivery year |
| How do you submit adjustments? | Submit requests in the template with documentation and data to the Unit Specific Parameter Adjustment Process SharePoint Site. |



Acronyms PJM Glossary

| Acronym | Term & Definition |
|---------|---|
| RPM | Reliability Pricing Model is defined as PJM's capacity market design that includes a series of auctions to satisfy the reliability requirements of the PJM region for a Delivery Year. |
| FRR | Fixed Resource Requirement Capacity Plan is defined as an FRR entity's advance commitment of capacity resources to satisfy their unforced capacity obligation and any specific locational or product-type resource requirements for a delivery year. |
| | Parameter Limited Schedules are defined as schedules containing pre-determined limits that could be imposed on the parameters in generation offers when certain operational circumstances exist. Cost based offers are parameter limited. Price based offers can be parameter limited or not. |
| DA | Day-Ahead Energy Market is defined as a day-ahead hourly forward market in which PJM market participants may submit offers to sell and bids to buy energy. The results of the Day-Ahead Energy Market are posted daily by 1:30 p.m. and are financially binding. The Day-Ahead Energy Market is based on the concept of Locational Marginal Pricing and is cleared using least price security-constrained unit commitment and dispatch programs. |
| RT | Real-Time Energy Market is defined as a balancing market in which the clearing prices are calculated every five minutes based on the actual system operations security-constrained economic dispatch. The Real-Time Energy Market is based on the concept of Locational Marginal Pricing and is settled based on actual hourly (integrated) quantity deviations from day-ahead scheduled quantities and on real-time prices integrated over the hour. |



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Unit Specific Parameter Process DY 2023/24

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