

Gas Contingencies Cost Recovery

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Objective 1

- Explicitly state the "conditions or events" impacting <u>natural gas</u> (as opposed to electric) infrastructure that would lead PJM to issue a switching instruction.
 - Paragraphs (i), (ii)

Objective 2

- Replace the defined cost buckets with a direct "but for" test to encompass all
 costs that would not have been incurred "but for" the generator's compliance
 with the switching instruction.
 - Paragraph (iii)



Objective 3

- Incorporate by reference all potentially applicable gas tariffs/rate schedules/contracts in the PJM Region, and use this incorporation as the basis for ensuring applicable pipeline/LDC authorization.
 - Paragraphs (iv), (v)

Objective 4

- Respect the penalty structure of each potentially applicable gas tariff/rate schedule/contract in the PJM Region.
 - Paragraphs (iv), (v)



Some Themes from Stakeholder Feedback to Date

1. Temporal limitation on duration of Operating Instruction.

2. Confidentiality issues with respect to rate case.

3. Remove "mandatory load dump action" language.

4. "Cease generating" as third option for Operating Instruction.

5. Limitations on Capacity Performance Exemption.





	MIC	MRC	MC
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Endorsement	9.11.19	9.26.19	9.26.19

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Please send comments/revisions to:

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