



Demand Response Subcommittee Final Proposal Report

Date (January 25, 2018)

Issue Summary

Submittal Deadlines: File with FERC in early February to ensure rule changes are confirmed well in advance of EE (Energy Efficiency) plan submission deadline on 4/18/2018. This will ensure all EE in KY goes through the appropriate RERRA (Relevant Electric Retail Regulatory Authority) review process.

Problem Statement/Issue Charge: EE RERRA review process

Problem Statement brought forward by PJM

Problem Statement/Issue Charge approved at June 7, 2017 MIC

Number of Meetings covering this topic: 10

1. Recommended Proposal

The DRS proposal will implement a process for RERRA review of EE Providers that would like to deliver EE in the PJM capacity market if RERRA receives approval from FERC. This is consistent with recent FERC Order on Declaratory Order. The following is quick summary of the proposed process.

- PJM will post RERRA Energy Efficiency orders approved by FERC, applicable electric distribution company(s) and Delivery Years and/or auctions.
- PJM will adjust EE M&V plan and Post-Installation M&V report as necessary to facilitate necessary EDC review
- PJM will send list of EE Providers with EE M&V plan (30 days prior to auction) and EE Post-installation M&V report (15 days prior to start of Delivery Year) to EDC to review for RERRA compliance
- EDC will review EE Provider list and provide approval in 5 business days
- EE cleared in auction that is not permitted to deliver EE in RERRA jurisdiction (based on FERC approval) may be relieved of commitment and associated revenue through non-viable commitment provision.

2. Standing Committee Results (MIC)

DRS proposal received consensus support at the MIC.