

# Update on FERC Paper Hearing on PJM Capacity Capability Rules

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## April 10 FERC Order on Capability of All Resources

- 1. In an April 10, 2020 order\* FERC granted in part PJM's abeyance motion on the 10-hour rule paper hearing, albeit with a sooner deadline of Oct. 30, 2020 vs. original request of Jan. 29, 2021.
- 2. FERC also expanded the existing paper hearing to include the capability determination rules for all resources, which PJM had previously filed at FERC's direction on Dec. 12, 2019 in Docket No. ER20-584.
- 3. Docket No. ER20-584 is now consolidated with Docket No. EL19-100. All future filings to be made solely in Docket No. EL19-100.

\*https://elibrary-backup.ferc.gov/IDMWS/common/opennat.asp?fileID=15508148

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### What About Demand Response and Energy Efficiency?

- Both FERC and PJM's prior use of the term "all resources" in these proceedings has referred to <u>only</u> those resources under RAA, Schedule 9 and Manual 21, which do not include DR or EE.
- When filing its capacity capability rules for "all resources" in these proceedings, PJM explicitly excluded DR—a fact that FERC repeatedly noted in the April 10 Order and did not challenge or reject.
- 3. The stated purpose of the expanded paper hearing established in the April 10 Order on the capacity capability rules for "all resources" is to address the issues already present in these proceedings (which do not include DR or EE).
- 4. The CCSTF Issue Charge explicitly excludes DR, and Commissioner Glick cited to the CCSTF's work plan, indicating Commission awareness of its activities.

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#### **ELCC Timeline**

#### Oct. 17 2019

- PJM compliance w/ Order 841 largely accepted.
- FERC opens Sec. 206 proceeding: 1) time-related capability rules of all resources and 2) paper hearing on capability rules for ESR ("10 hour rule").

Apr. – Aug. Capacity Capability Sr.

Task Force to consider ELCC. Oct. 30. 2020 FERC deadline for filing ELCC.

Mar. 31, 2021 PJM contingent target for latest completion of upcoming 2022/23 Base Residual Auction.

Q4 2019

Q1 2020

Q2 2020

Q3 2020

Q4 2020

Q1 2021

Q2 2021

Q3 2021

Dec. 2019 – Feb. 2020

PJM invites proposed alternatives to the 10-hour rule, holds special sessions of the MIC to discuss.

Feb. 27 and Apr. 10

PJM requests FERC hold paper hearing in abeyance in order to consider an "Effective Load Carrying Capability" alternative via stakeholder process. On April 10, accepted by FERC w/ earlier Oct. 30 filing deadline.

Sep. 31, 2021 PJM contingent target for <u>latest</u> start of subsequent 2023/24 Base Residual Auction.