



Phase 1 Analysis Education

Fuel Security Senior Task Force
April 5, 2019

**Context for Fuel
Security Study**

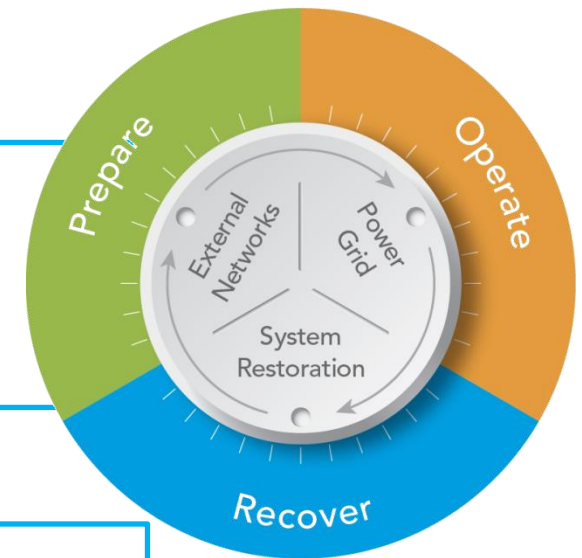
Approach &
Assumptions

Results &
Conclusions

FERC's Proposed Definition: The ability to withstand and reduce the magnitude and/or duration of disruptive events, which includes the capability to anticipate, absorb, adapt to, and/or rapidly recover from such an event.

PJM's Working Definition: The ability to withstand or quickly recover from events that pose operational risks.

Prepare + Operate + Recover



Reliability: Delivering electricity consistently and uninterrupted

Resilience: Grid survivability during extreme events, even if that means outages

FOCUS

1. Define fuel security **considering risks in fuel delivery** to critical generators
2. Reaffirm the **value of markets to** achieving a cost-effective, fuel-secure fleet of resources
3. **Identify fuel security risks** with a primary focus on resilience
4. Establish **criteria to value fuel security** in PJM markets

APPROACH

- 1 Phase 1: Analysis**
Identify potential system vulnerabilities and develop criteria to address them
- 2 Phase 2: Modeling**
Model incorporation of vulnerabilities into PJM's markets or operations construct
- 3 Phase 3: Ongoing Coordination**
Address specific security concerns identified by federal and state agencies

TIMING

May–November 2018

Phase 1 Analysis

2019/2020

Phase 2: Completion of key work activities #1-4 and expected deliverable #1 by end of 3Q19

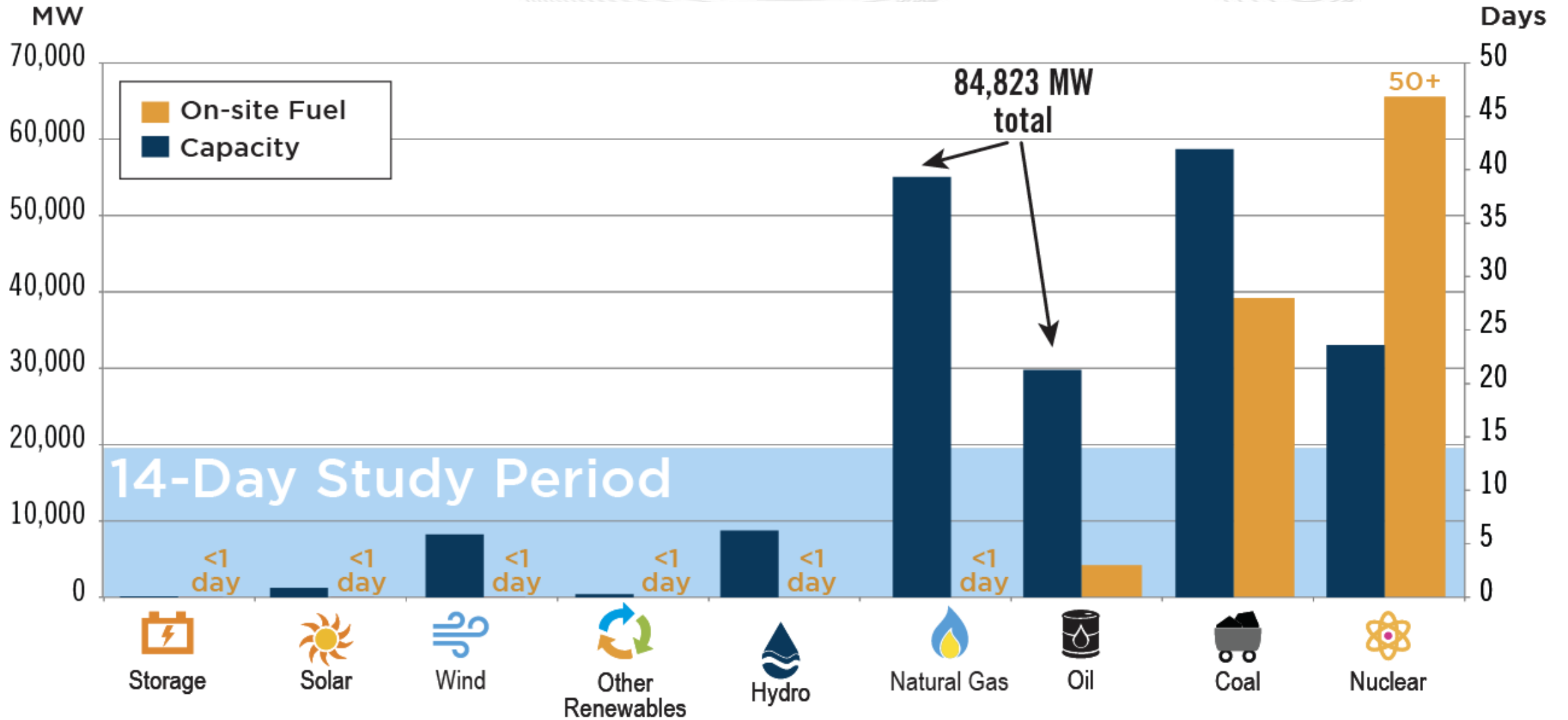
May 2018–December 2019

Phase 3 ongoing coordination

Context for Fuel
Security Study

**Approach &
Assumptions**

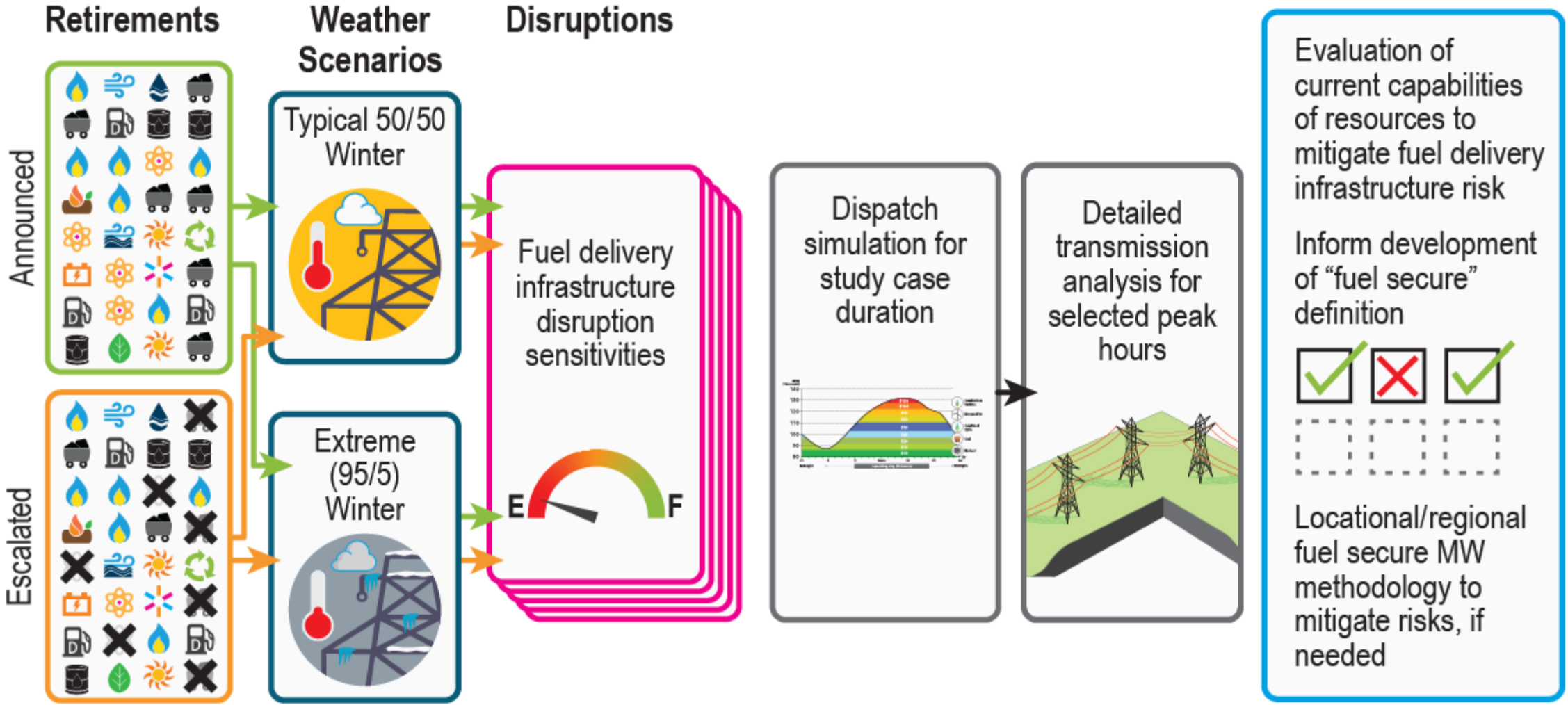
Results &
Conclusions



Study Cases

Deterministic Analysis

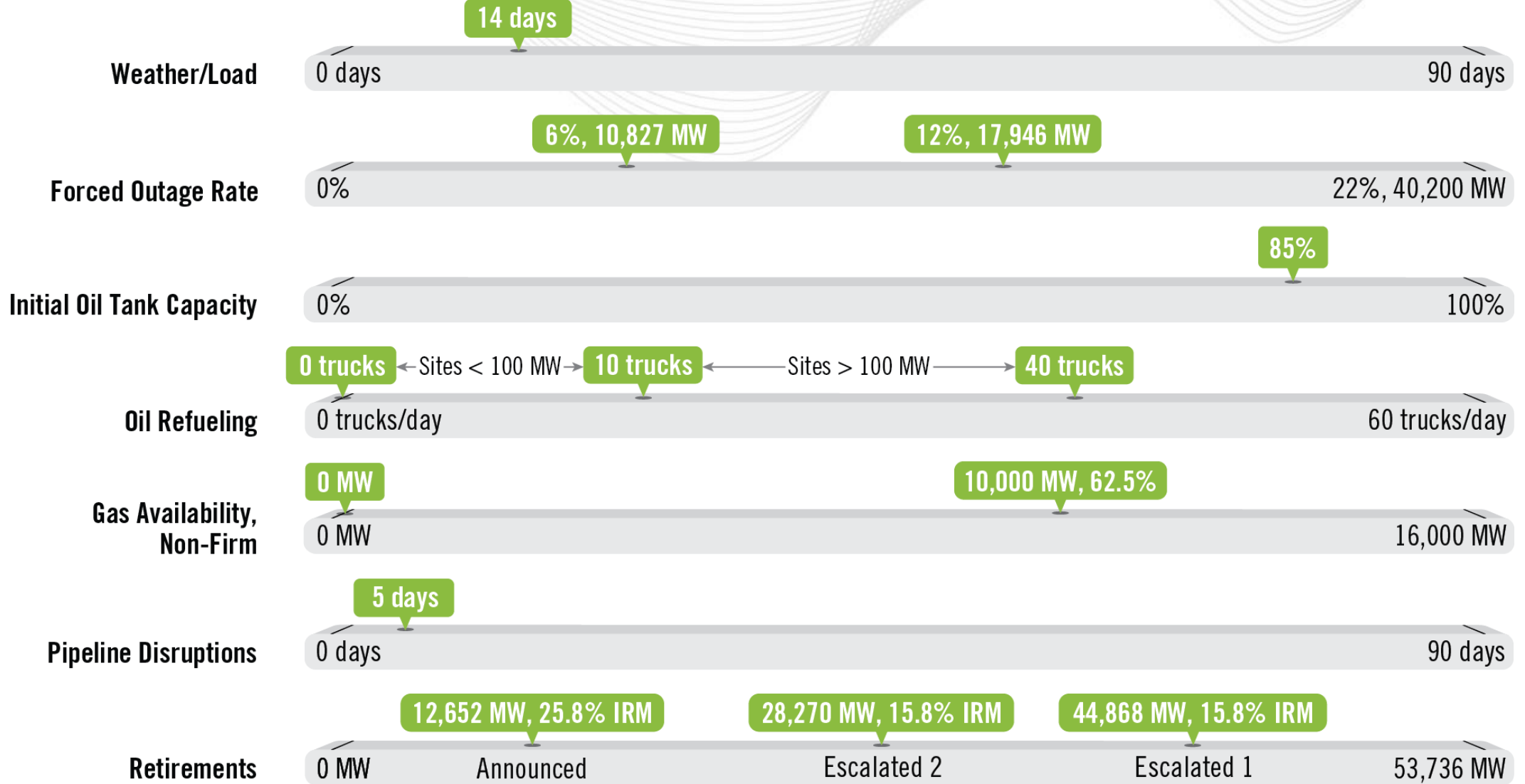
Outcomes



External Coordination & Outreach Update

Outreach	Information Collected	Study Impact
Stakeholder Feedback	Written comments submitted directly to PJM and additional comments offered during stakeholder meetings	Development of approach and assumptions
PJM Generation Owner Surveys	Unit-specific information and statistics	Baseline data and unit-specific study inputs
Direct Generation Owner Conversations	Detailed information about oil refueling operations	On-site oil inventories and oil refueling assumptions
Natural Gas Pipelines & Industry Groups	Operating information and reliability details	Study scenario development and natural gas supply assumptions/disruptions
Renewable Industry Groups	Operating information and disruption details	Study scenario development and dispatch
DR Representative & Industry Groups	Operational information and expected customer response	Baseline data and unit-specific study inputs
Coal Industry Groups	Supply chain and transportation logistics information	Study scenario development and refueling assumptions
Nuclear Industry Groups	Operational information and logistics	Baseline data and unit-specific study inputs
Regulators	Discussions held with NERC, ReliabilityFirst	Feedback on study assumptions and overall approach
Independent Market Monitor (IMM)	Discussion on study assumptions and overall approach	Review of forward-looking economic profit and loss analysis as part of escalated retirement scenarios
Other RTO/ISOs	Discussions held with neighboring RTO/ISOs regarding similar initiatives to analyze fuel security	Detailed review of study assumptions and approach
Department of Energy	Information on physical/cyber threat actors and capabilities to impact gas pipelines. PJM will work with DOE to determine level of information sharing with PJM stakeholders (and define risk scenarios).	Phase 3 Input: Disruption events for extreme cyber and physical threats PJM will work with gas pipelines to assess impacts.

Key Model Assumption Ranges



Study Year		Weather Scenario	
2023/2024		14 days	
Load			
Peak Load	Typical: 50/50 – 1 in 2 years; (134,976 MW peak)		Extreme: 95/5 – 1 in 20 years; (147,721 MW peak)
Load Profile	Typical: 2011/2012 winter		Extreme: 2017/2018 winter
Dispatch			
Dispatch	Typical: Economic		Extreme: Economic; optional maximum emergency if extreme cases present operational issues
Retirements			
Announced: Generation retirements announced by Oct. 1, 2018, and new generation in the PJM interconnection queue and slated to be in operation by 2023	Escalated 1: Generation retirements of 32,216 MW by 2023, with 16,788 MW of capacity added to meet the installed reserve margin requirement (15.8%)		Escalated 2: Generation retirements of 15,618 MW by 2023 with no capacity replacement
Escalated 1 Replacement Capacity Approach			
<ul style="list-style-type: none"> • Replacement resources reflective of PJM interconnection queue and commercial probability • Replacement combined cycle natural gas resources modeled as firm supply and transport • Replacement combustion turbine natural gas resources modeled as dual-fuel with interruptible gas 			
Natural Gas			
Non-Firm Gas Availability	Typical and Extreme: 62.5% and 0%		
Pipeline Disruption	Medium Impact: Days 1–5: 50%–100% disruption; days 6-14: 100% output (0% derate)		High Impact: Days 1–5: 100% disruption; days 6–14: 20% derate

Fuel Oil		
Initial Oil Inventory Level	85%	
Oil Refueling (>100 MW site)	Moderate: 40 trucks daily refueling rate, capped at maximum tank capacity	Limited: 10 trucks daily refueling rate, capped at maximum tank capacity
Oil Refueling (<100 MW site)	Moderate: 10 trucks daily refueling rate, capped at maximum tank capacity	Limited: 0 trucks daily refueling rate, capped at maximum tank capacity
Expected Forced Outage Rates		
5-Year Average: Historic 5-year average, discounting gas and oil fuel supply outages	Modeled: Regression model of expected outage rates, discounting gas and oil fuel supply outages	
Transmission Modeling		
Announced Retirements: Transmission constraints that are greater than or equal to 230 kV	Escalated Retirements: Individual transmission constraints were not modeled; transfers into eastern PJM were limited based on CETO with a 15% transfer margin adder	
Scheduled Interchange	Total interchange with neighboring systems limited to +/-2,700 MW	
Demand Response	7,092 MW modeled locationally based on MW cleared by zone and nodal modeling	
Renewable Modeling	2017/2018 cold snap profile	
Distributed Energy Resources and Energy Efficiency	Explicitly accounted for in the load forecast	
Fuel Prices	2023/2024 futures prices adjusted by day-to-day fluctuations in price (volatility)	

Winter Load Assumptions

Typical Winter Load (50/50)

- **Peak = 134,976 MW**
Winter 2023/24 forecast
- Average 50/50 winter hourly load shape from 2011/12

Extreme Winter Load (95/5)

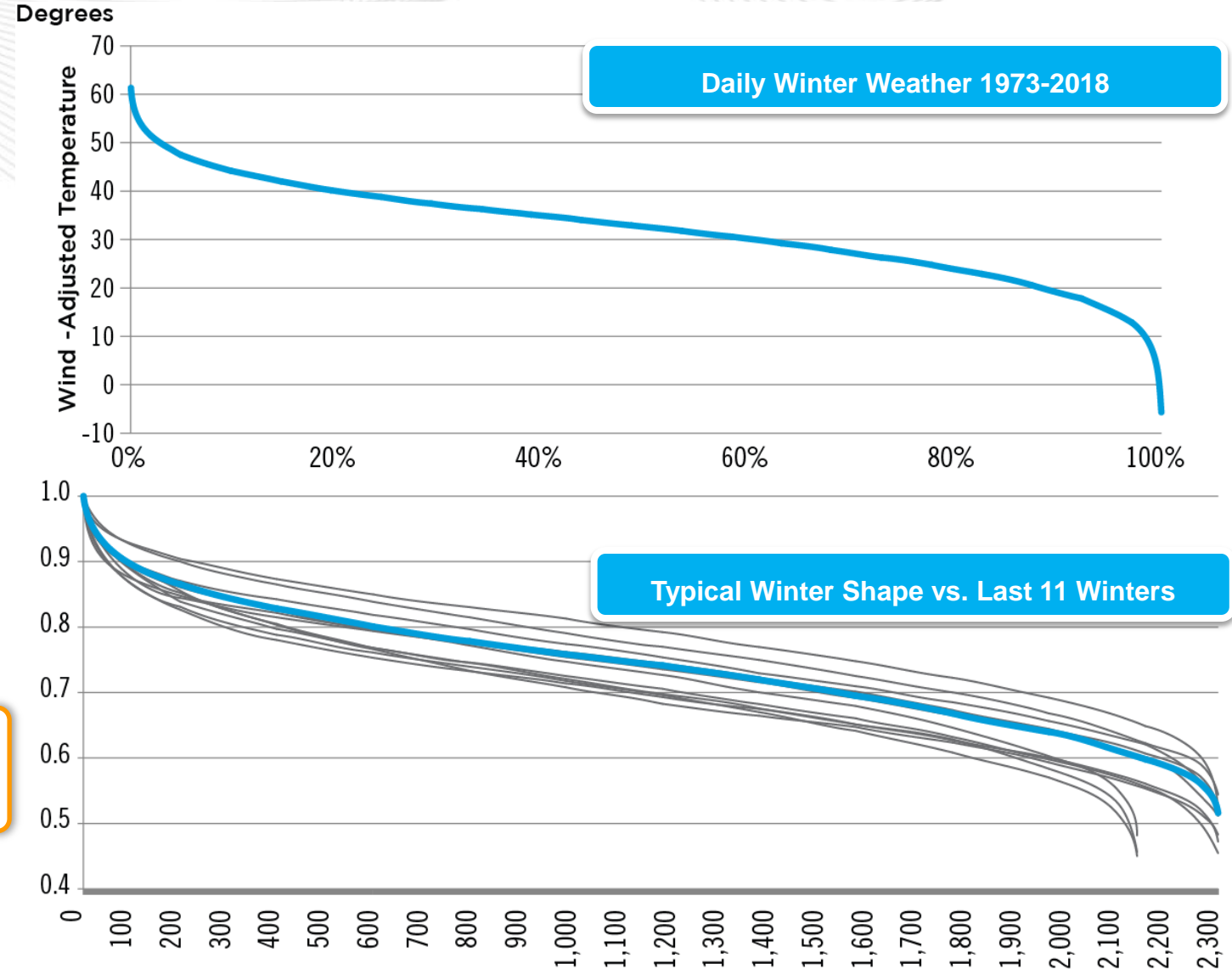
- **Peak = 147,721 MW**
Median of three historical cold snaps in last 45 years

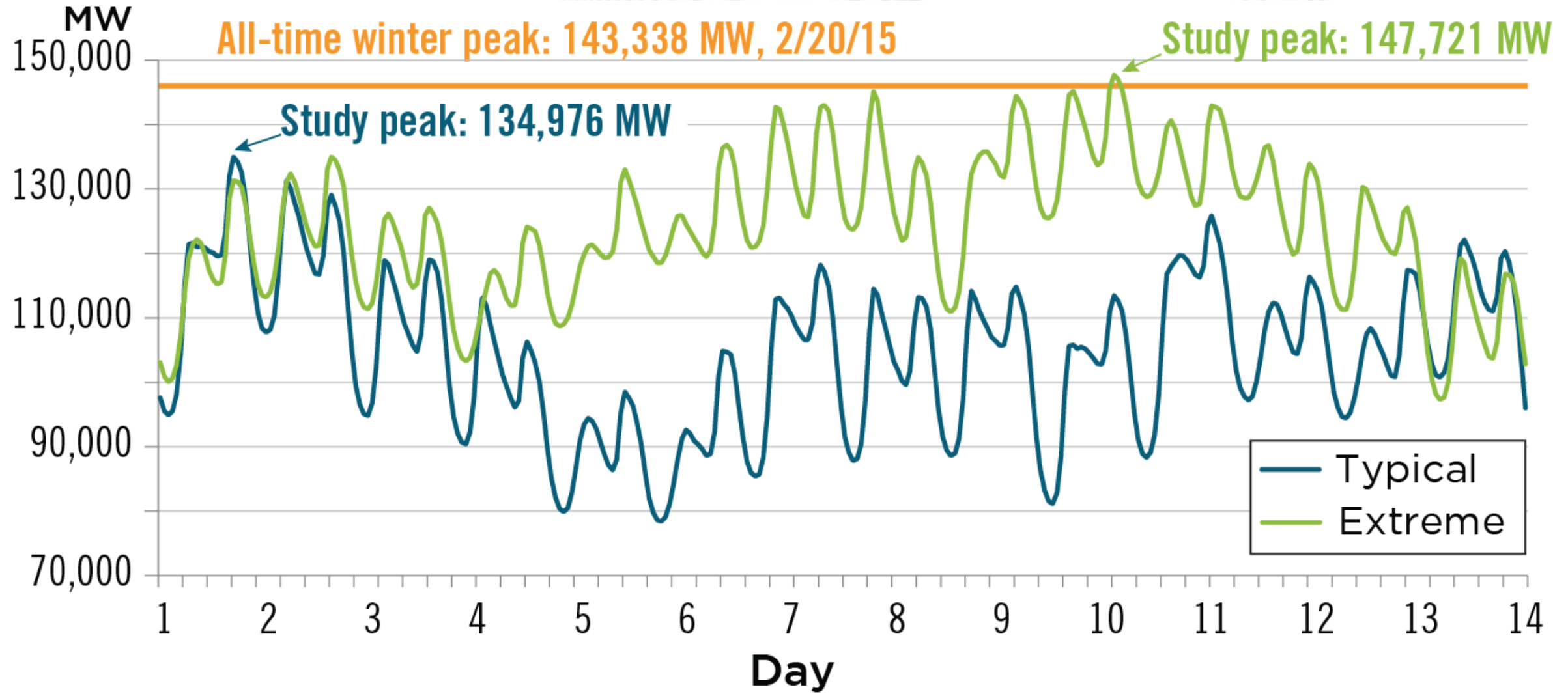
1989 peak
95th percentile

1994 peak
99th percentile

2017/18 peak
82nd percentile

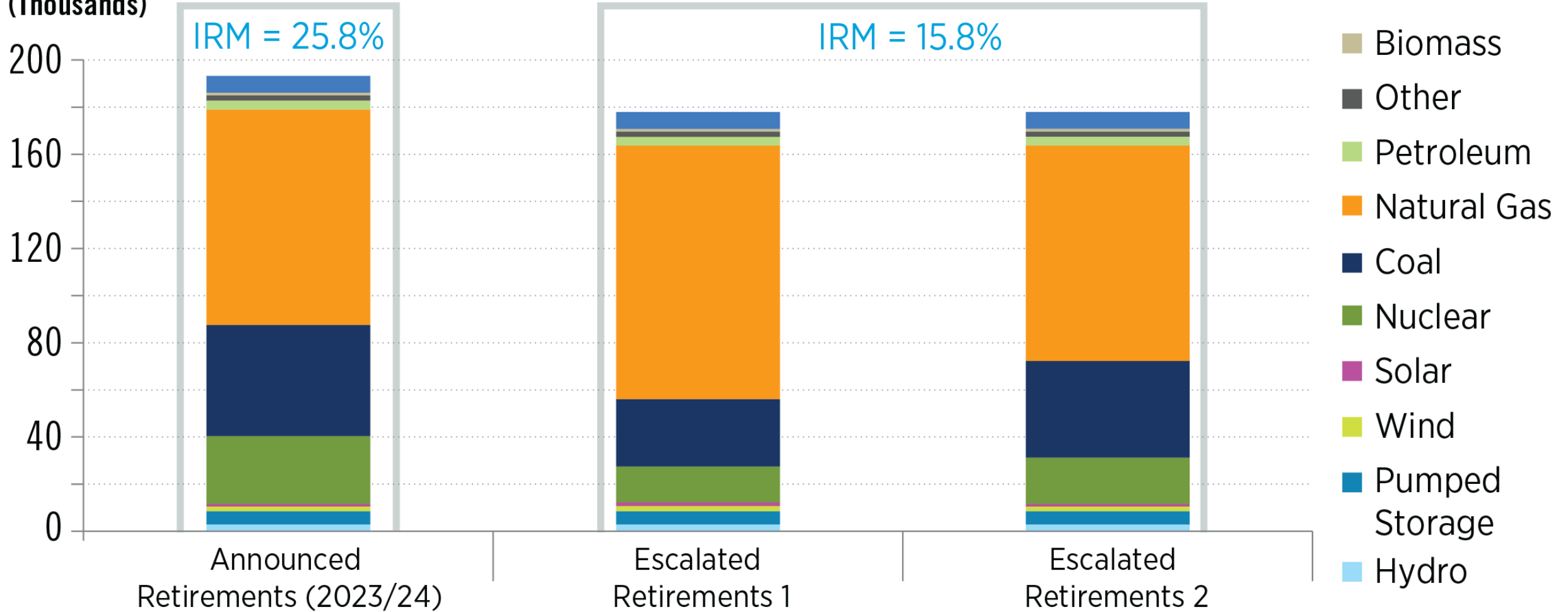
- 2017/18 winter hourly load shape



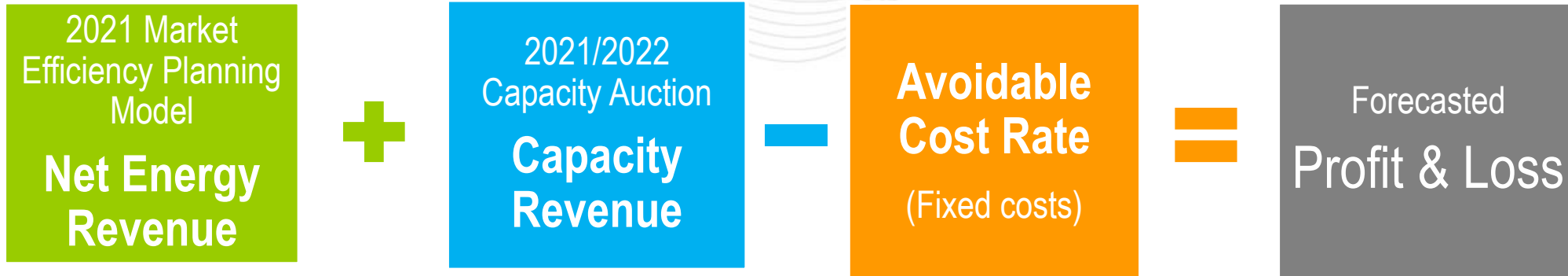


Portfolio Assumptions

Installed Capacity (MW)
(Thousands)

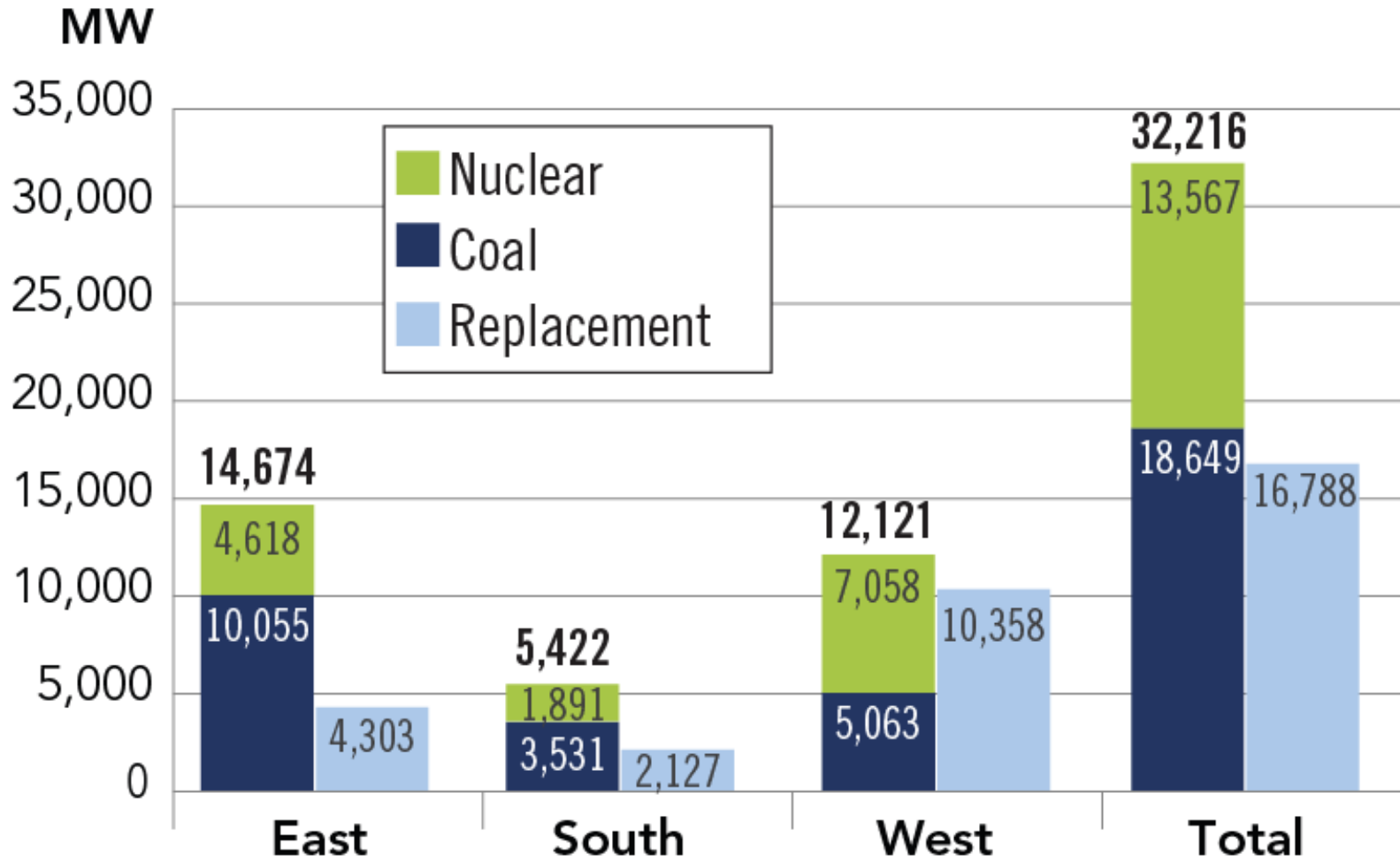


Retirement

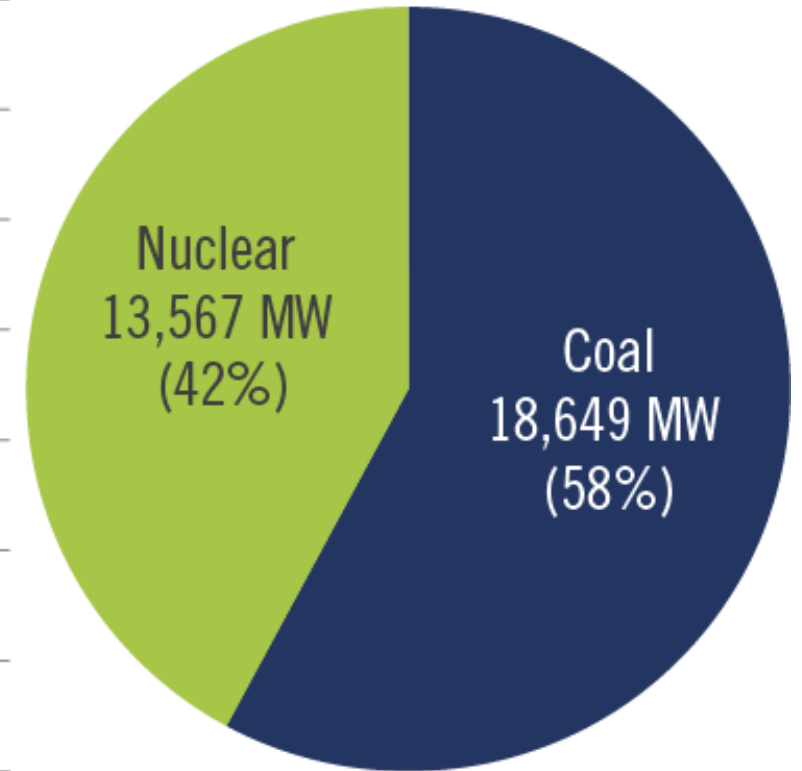


Replacement





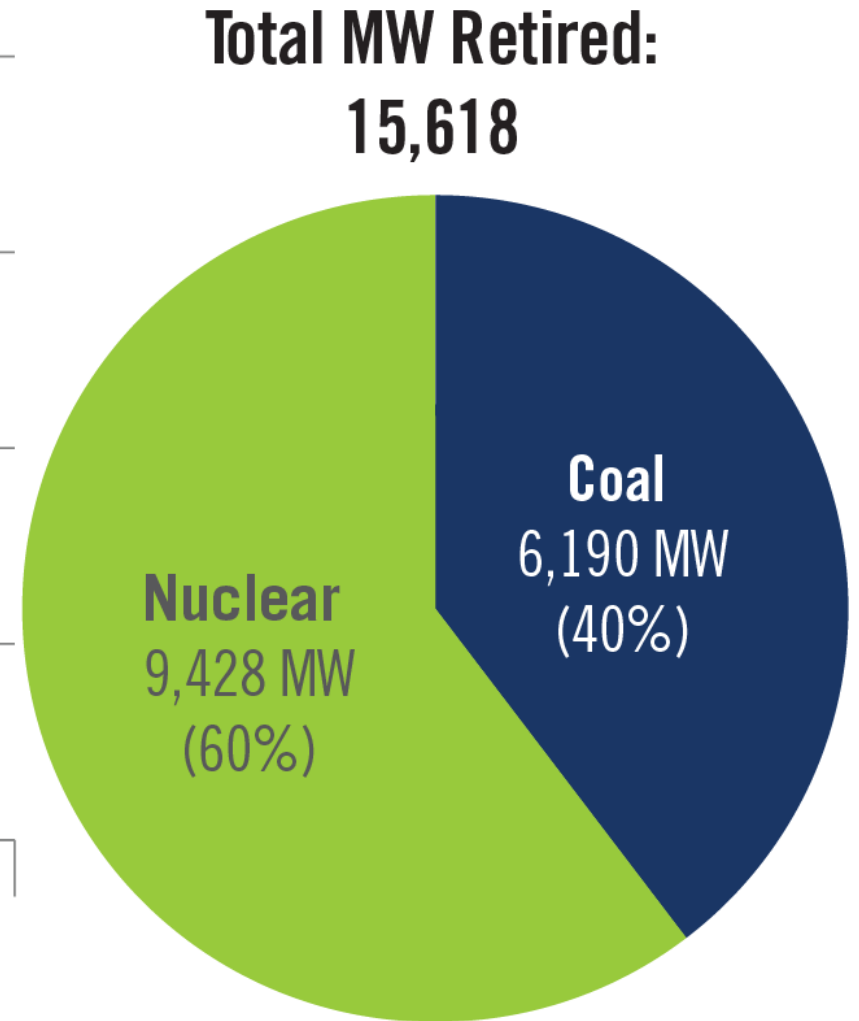
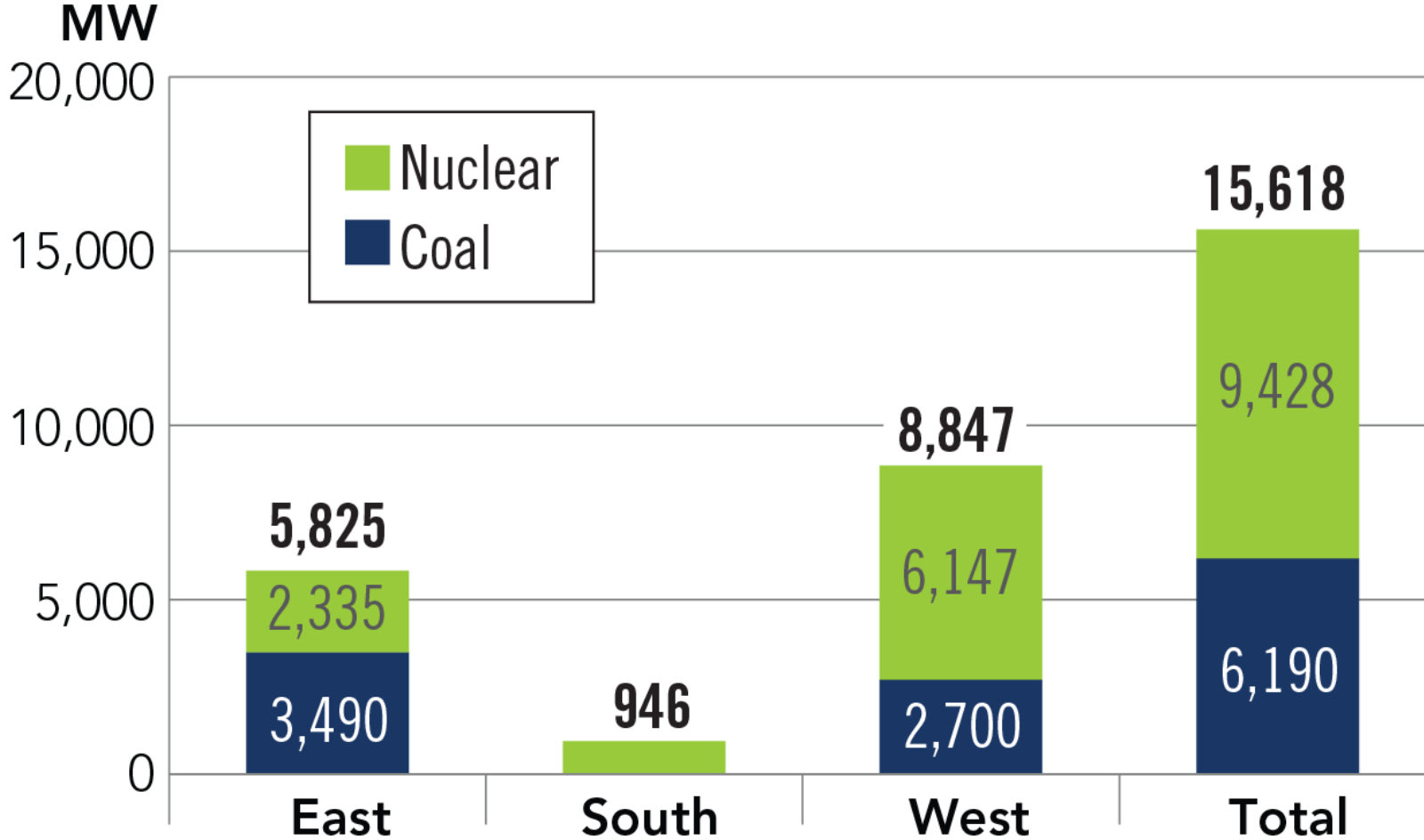
**Total MW Retired:
32,216**



Natural gas is 96% of replacement megawatts

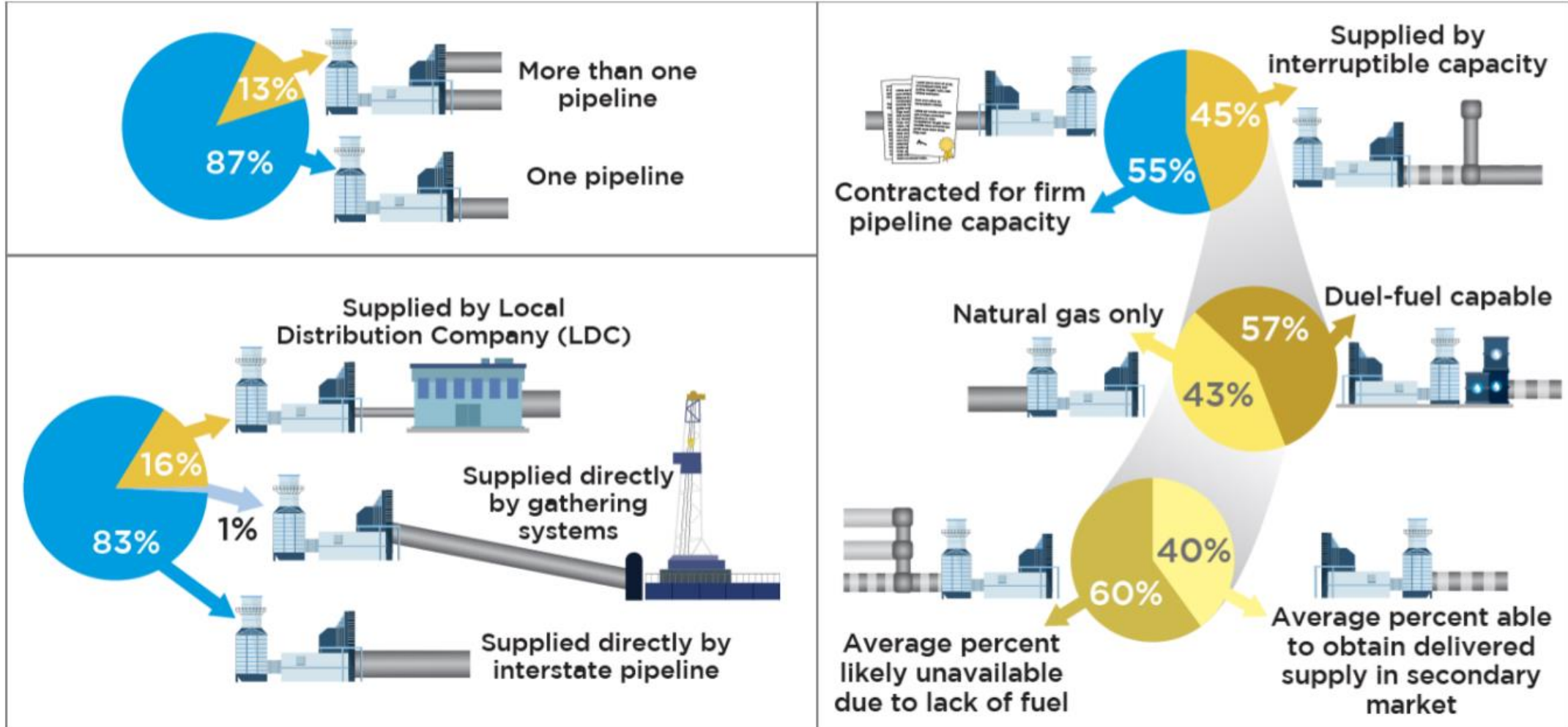
Retirement





Operational Assumptions

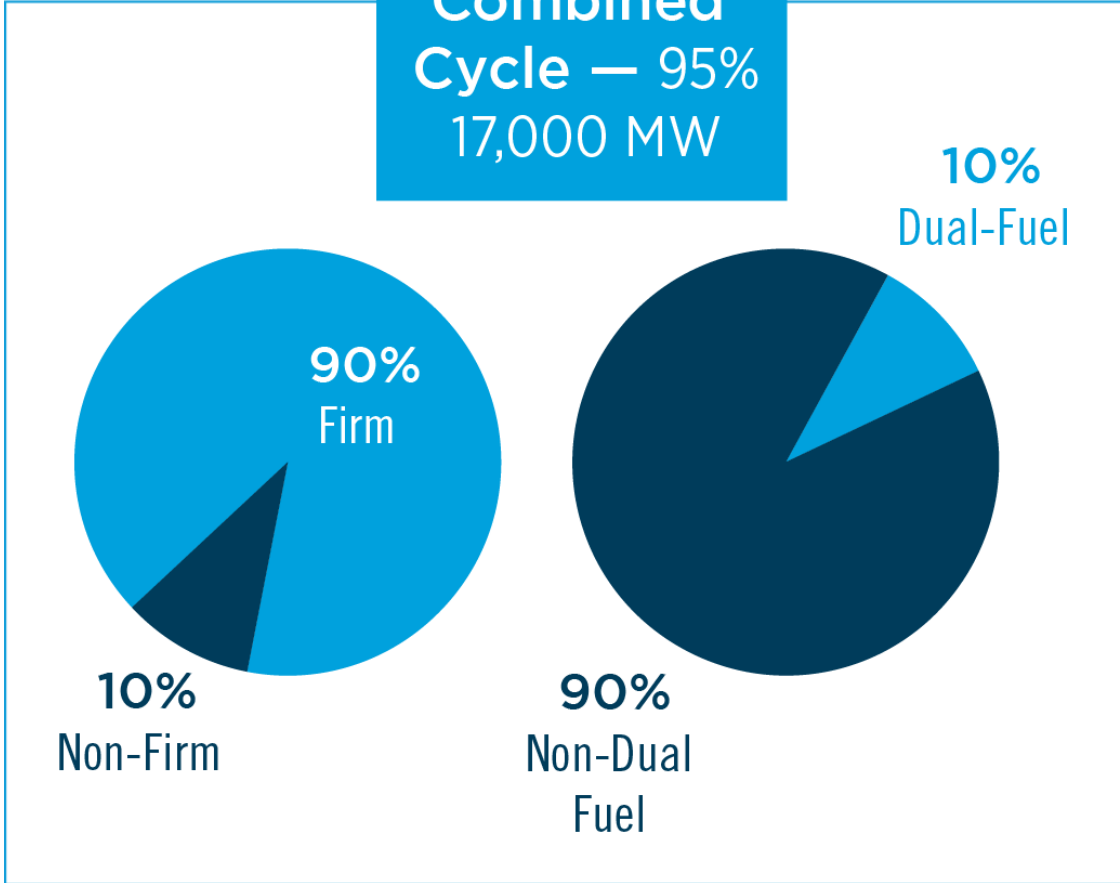
Natural Gas Generator Fuel Delivery Characteristics



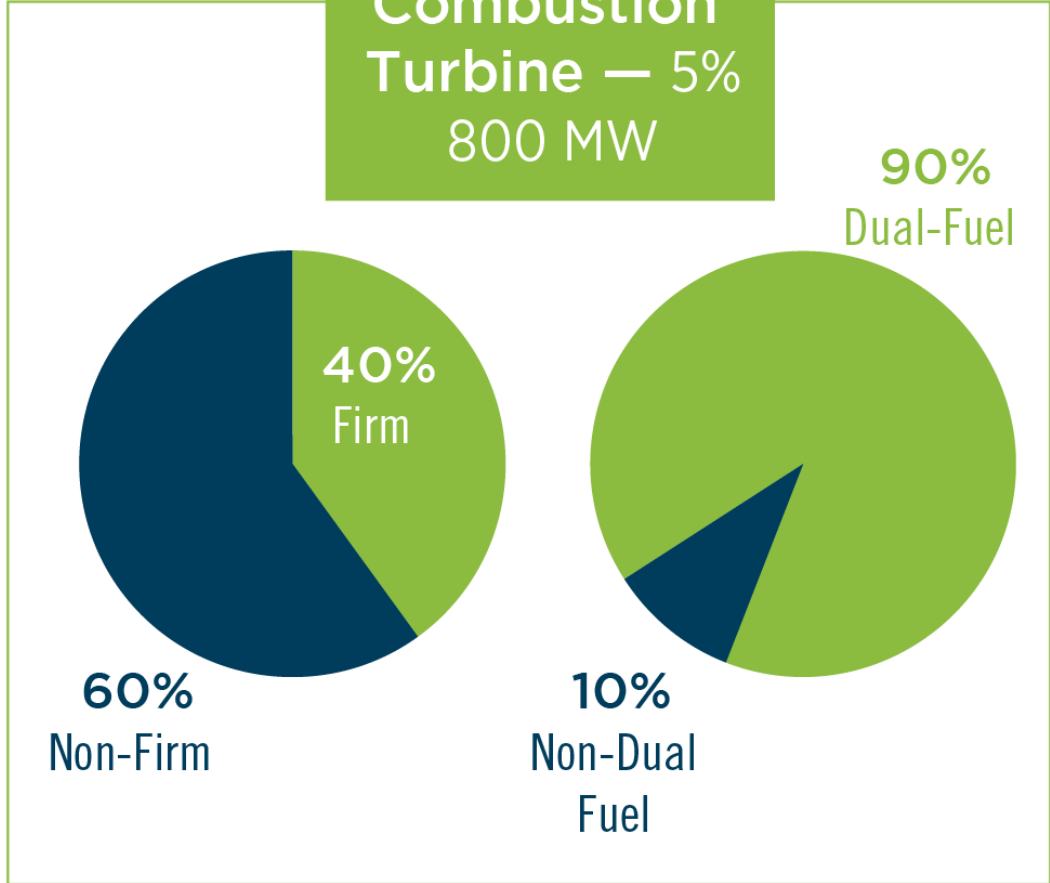
Taking into account the existing and planned generation in interconnection queue with interconnection service agreements and known gas delivery characteristics: approximately 87,000 MW

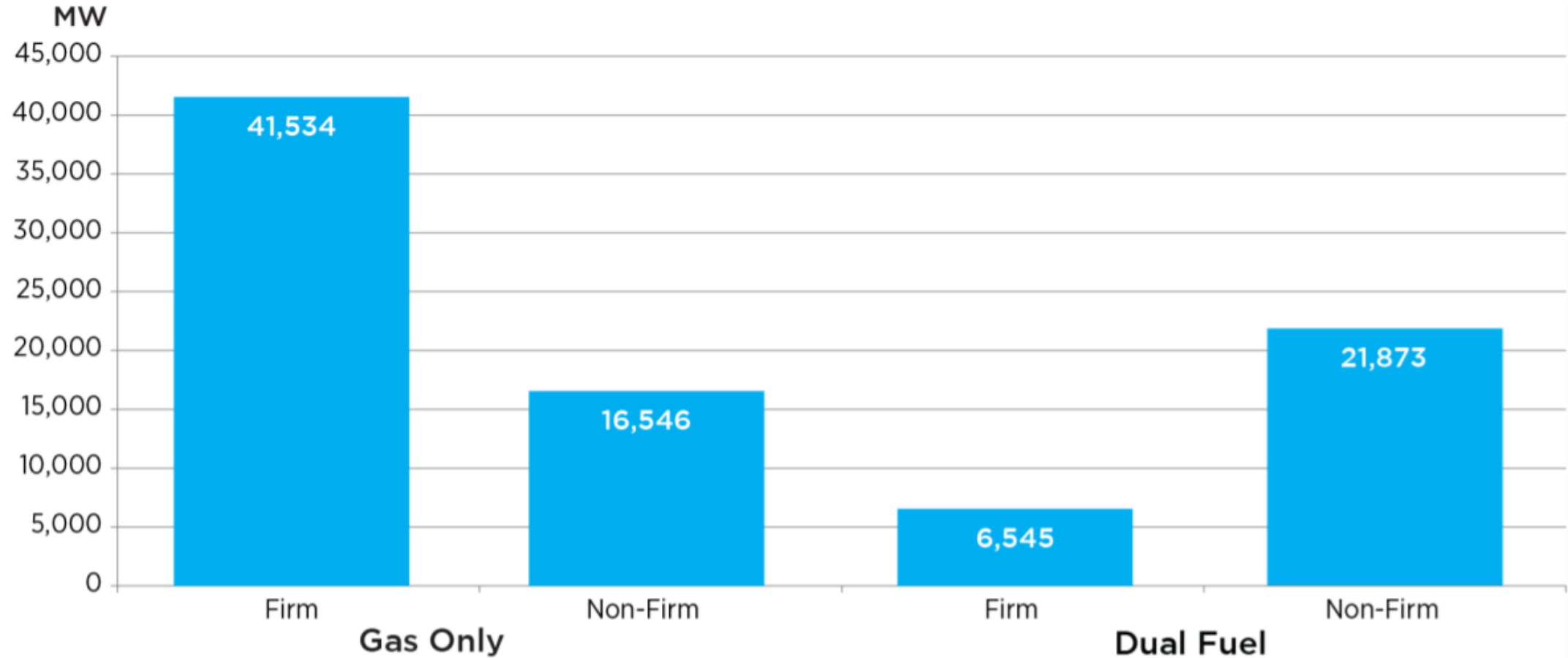
Fuel Trends for Recently Commercial and Queue Natural Gas Generators since 2017

**Combined Cycle — 95%
17,000 MW**



**Combustion Turbine — 5%
800 MW**





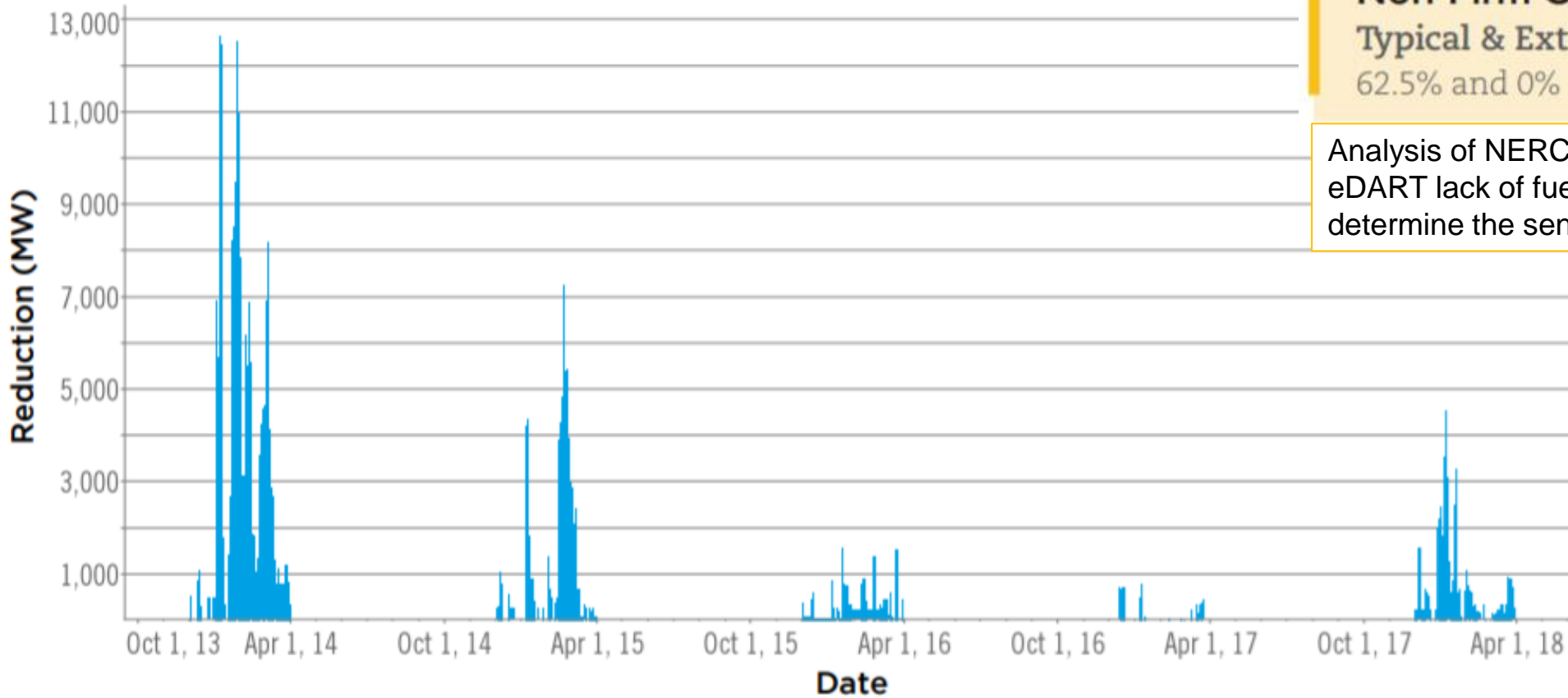
ASSUMPTIONS

Non-Firm Gas Availability

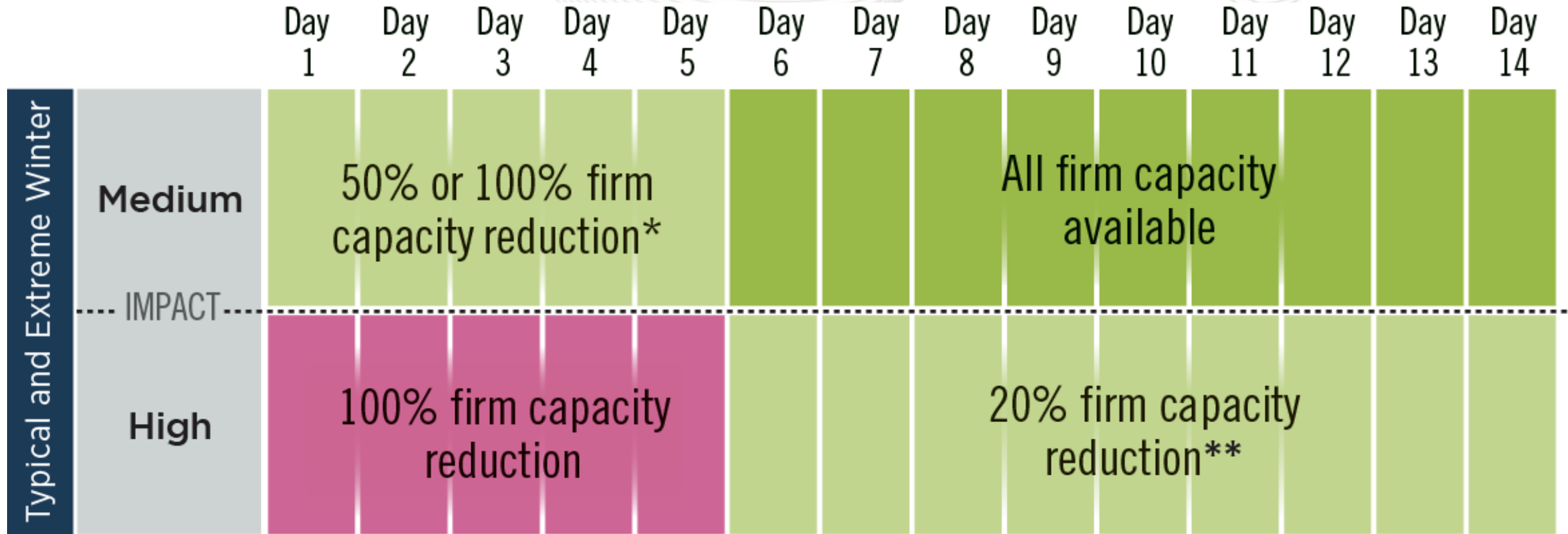
Typical & Extreme:
62.5% and 0%

Analysis of NERC GADS and PJM eDART lack of fuel outage data to determine the sensitivity thresholds

NERC GADS Non-Firm Gas Outage Data



Pipeline Disruptions: Impact & Duration



* Firm capacity reduction level depends on pipeline design redundancy.

** 20% of capacity remains unavailable due to assumed PHMSA (Pipeline Hazardous Material and Safety Administration) requirements.



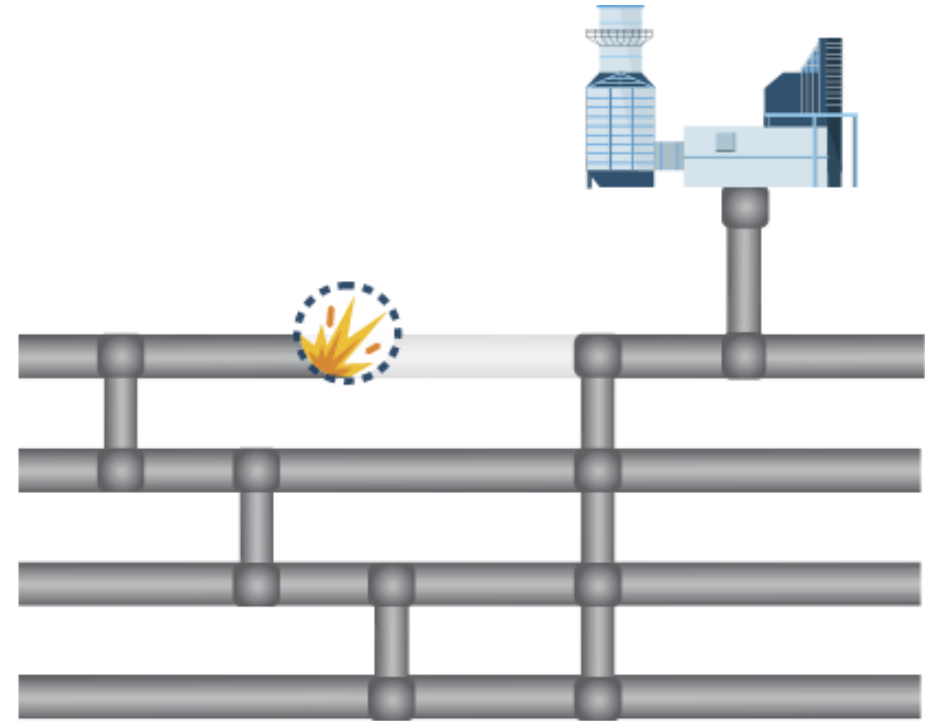
Pipeline Disruptions: Impacted Generation

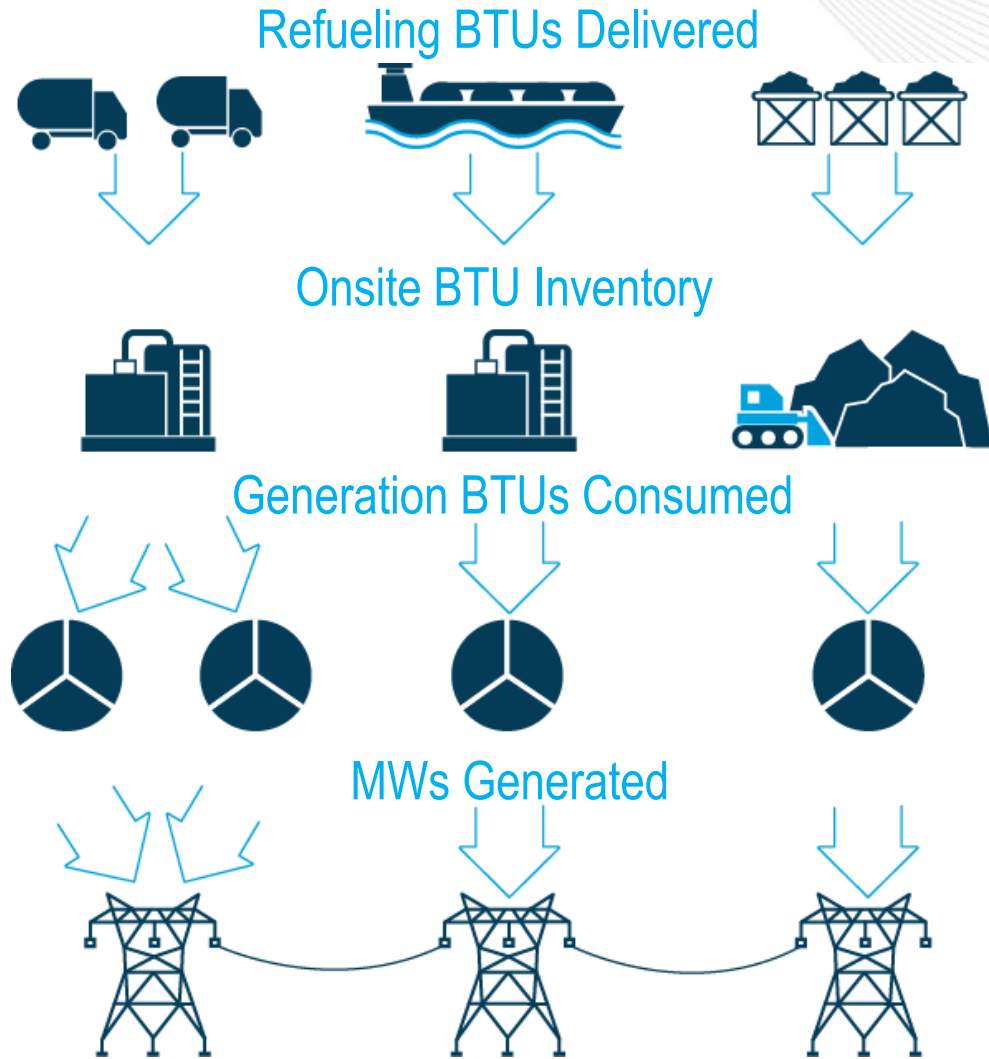
Pipeline Disruption	Gas-Only Generation (MW)			Dual-Fuel Generation (MW)			Total (MW)
	Non-Firm	Firm	Total	Non-Firm	Firm	Total	
Looped 1	2,690	3,094	5,784	7,828	103	7,931	13,715
Looped 2		3,015	4,483	2,720	1,380	4,100	8,583
Replacement Generation (Escalated 1 Portfolio)		+ 435	+ 435	+ 225			+ 660
	1,468	3,450	4,918	1,468	3,450	4,325	9,243
Single 1		1,821	3,004	470	803		4,277
Replacement Generation (Escalated 1 Portfolio)		+ 774	+ 774		+ 774		+ 774
	1,183	2,595	3,778	1,183	2,595	1,273	5,051
Single 2	330	750	1,080	1,872	1,769	3,641	4,721

Generator connected to a **single** pipeline segment



Generator connected to a **looped** pipeline segment





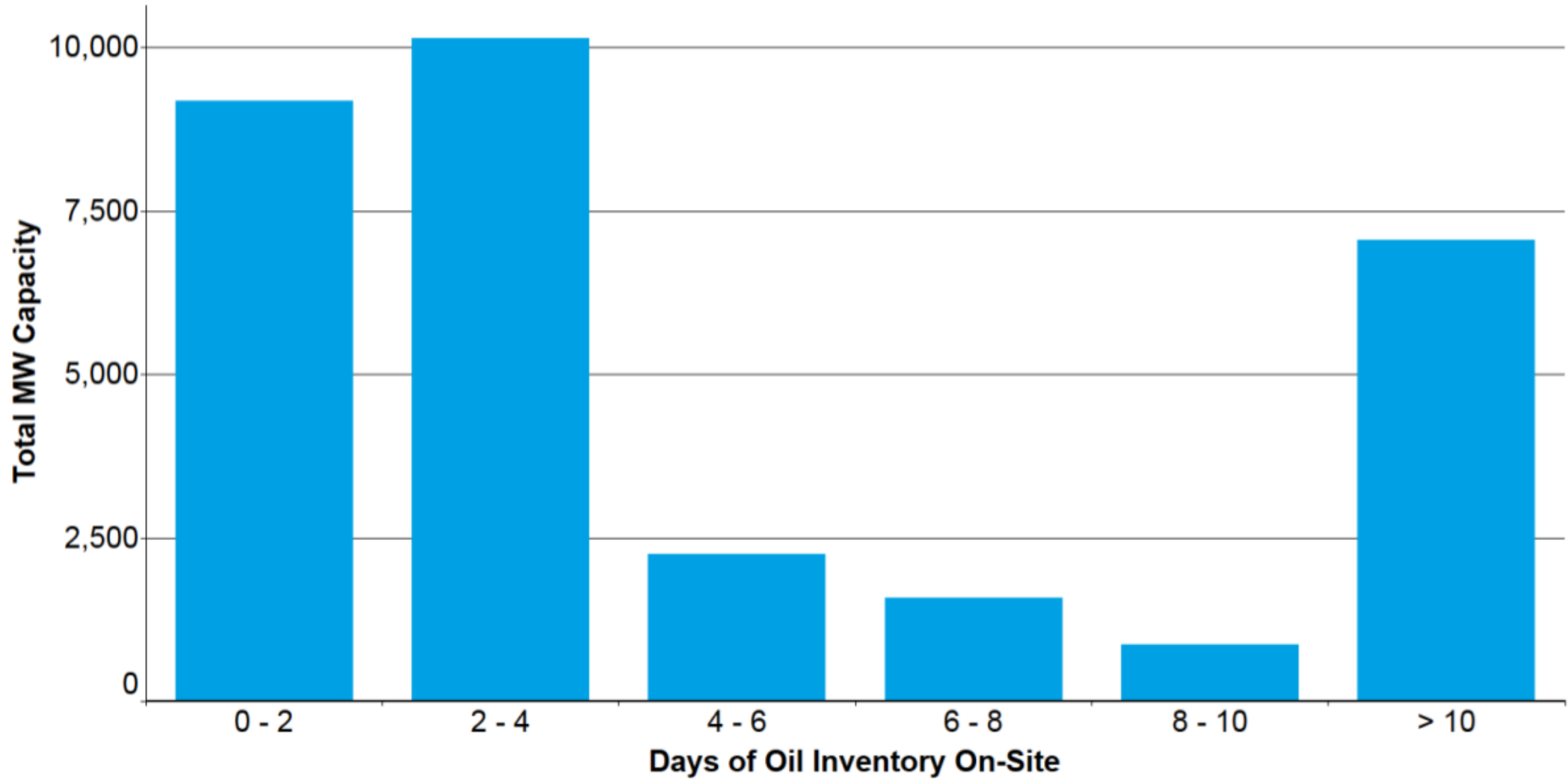
Study refueling based on transportation method and maximum on-site inventory

- **Transportation** assumed limiting factor rather than fuel.

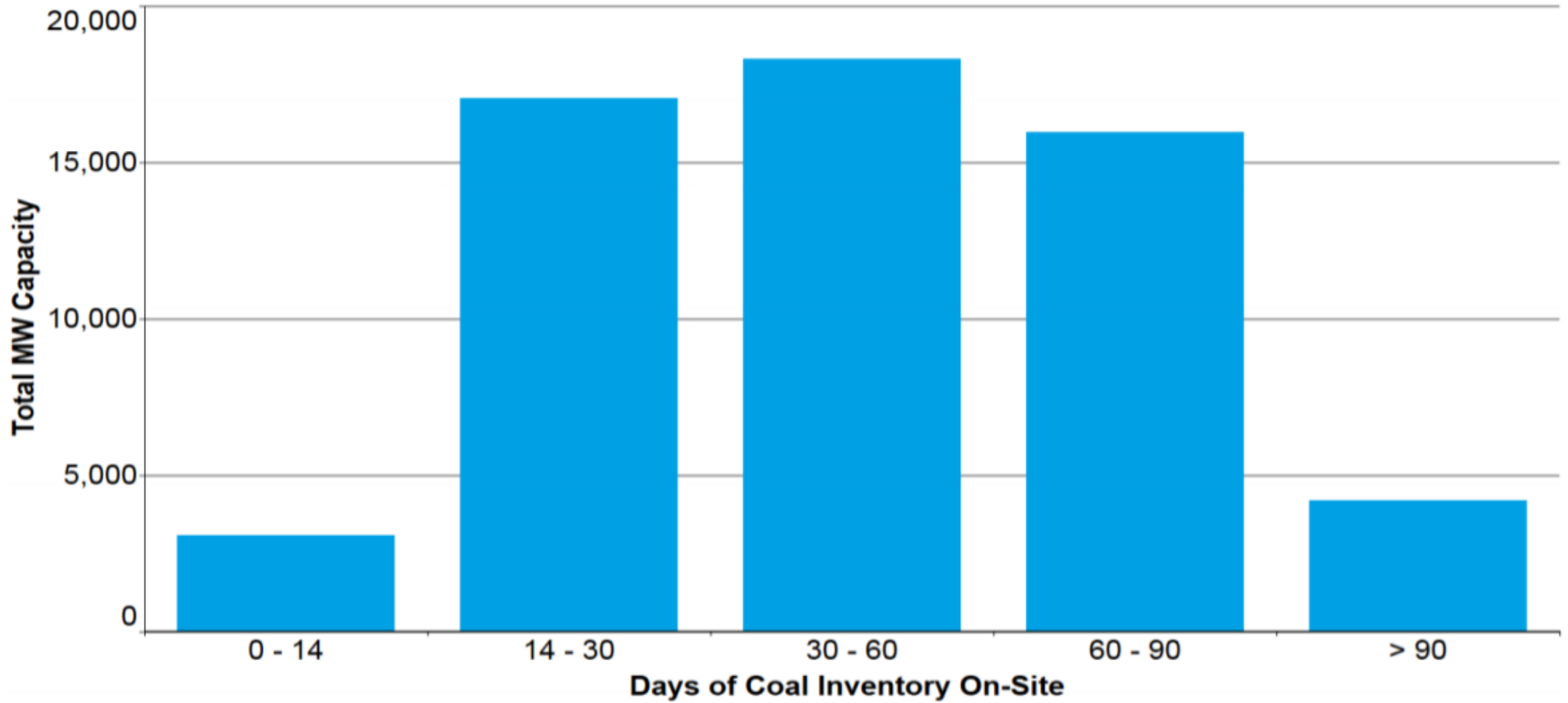
Starting Coal Inventory –
unit-specific seasonal inventory target

Starting Oil Inventory –
85 percent of max tank capacity

- **Oil refueling sensitivities** run modeling a range of 10 to 40 truck deliveries per day for sites > 100 MW and 0 to 10 trucks per day for sites < 100 MW to determine the magnitude of impact refueling has.



PJM eDART Generation Survey Data



PJM eDART Generation Survey Data

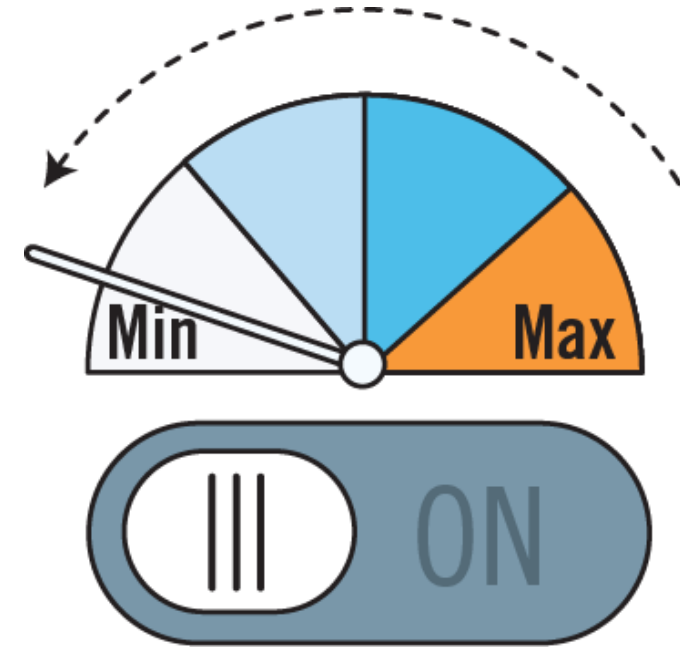
**Estimated Capacity Performance
Demand Response (CP DR)= 7,092 MW
for 2023/24**

**CP DR amount cleared in
the 2021/22 Base Residual
Auction**



**Fixed Resource
Requirement (FRR)**

- CP DR is reduced by three-year average 32 percent replacement rate.
- CP DR will be used for both Base Case and Extreme Weather Case.
- DR will be modeled in the simulation prior to a load shed event consistent with existing procedures.



Typical Extreme

Coal	8.45	11.77
Gas Combined Cycle*	5.68	16.91
Gas CT*	5.73	9.13
Gas Steam*	10.14	15.24
Hydro	13.06	11.76
Nuclear	1.38	2.38
Oil CT*	15.24	11.95
Oil Steam*	13.70	12.14
Biomass/Landfill Gas/Wood	10.83	18.28

ASSUMPTIONS

Expected Forced Outages

Five-Year Average:

Historic five-year average, discounting gas and oil fuel supply outages

Modeled: Regression model of expected outage rates, discounting gas and oil fuel supply outages

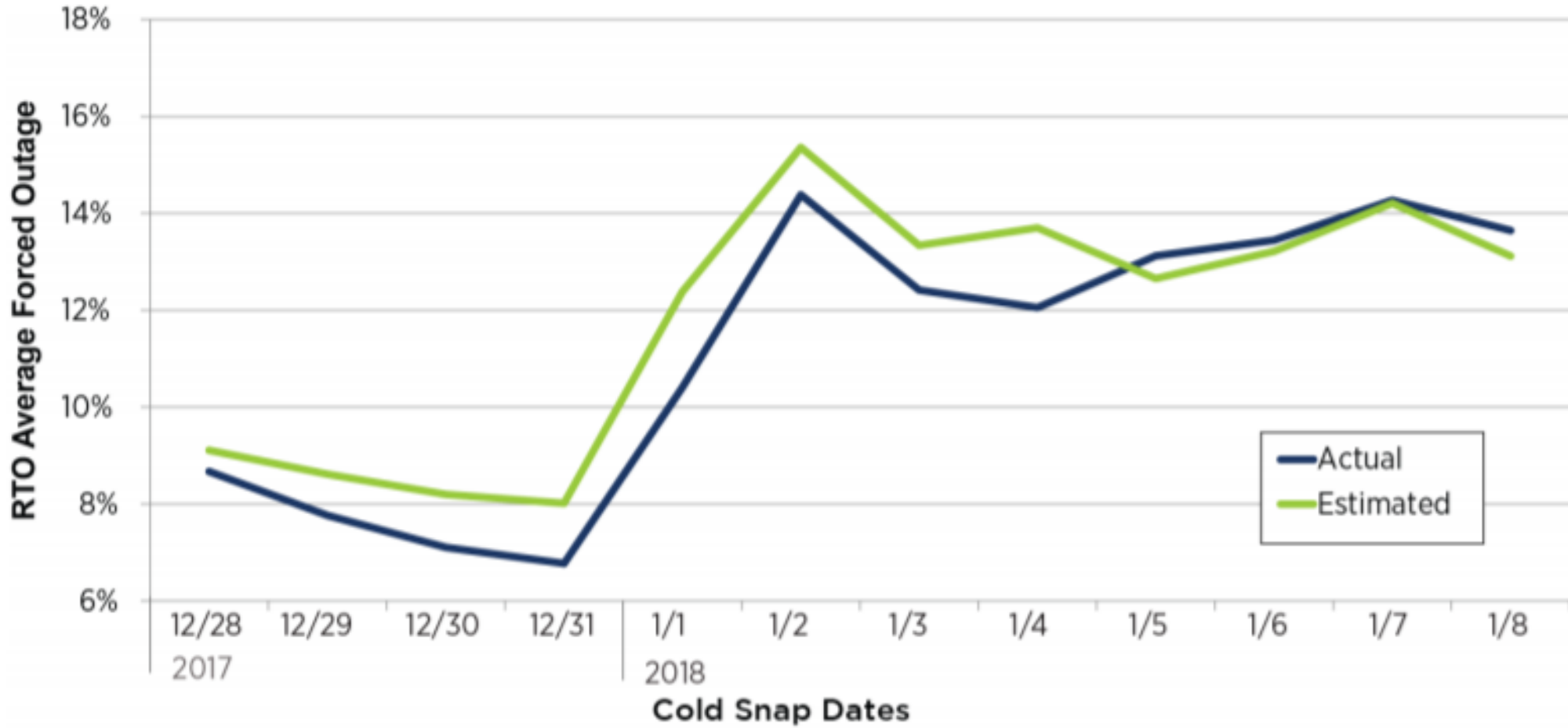
* Calculations exclude forced outages with “Fuel Supply” NERC GADS cause code

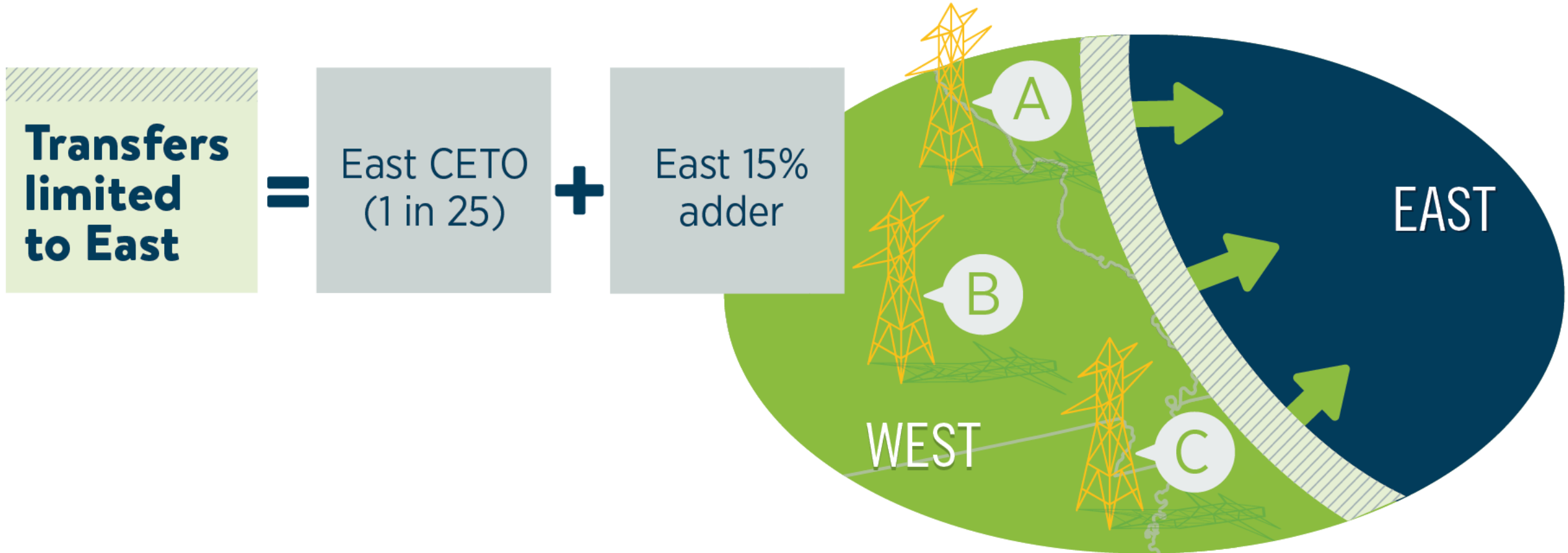


Category	Key Variables	Correlation
Unit Characteristic	Age	✓
Weather	Wind Adj. Temp.	—
	Persistent Cold Weather	✓
Utilization	Run hours	—
	Basepoint Volatility	✓

- Goal – % generator forced outage rate
- Using Jan. 2014 through 2018 data

Estimated Forced Outages Rates vs. Actual Forced Outage Rates





Dispatch	Retirement	Winter Load	Non-Firm Gas	Refueling	Pipeline Disruption (med. impact)	Pipeline Disruption (high impact)	Forced Outages
Economic 	Announced 	Typical 50/50 134,976 MW 	62.5% Avail. 	Moderate 	Looped 1 	Looped 1 	Five-Year Avg.
Max. Emergency 	Escalated 1 	Extreme 95/5 147,721 MW 	0% Avail. 	Limited 	Looped 2 	Looped 2 	Modeled Outages
	Escalated 2 				Single 1 	Single 1 	
					<h1>324</h1> <h2>combinations</h2>		Single 2

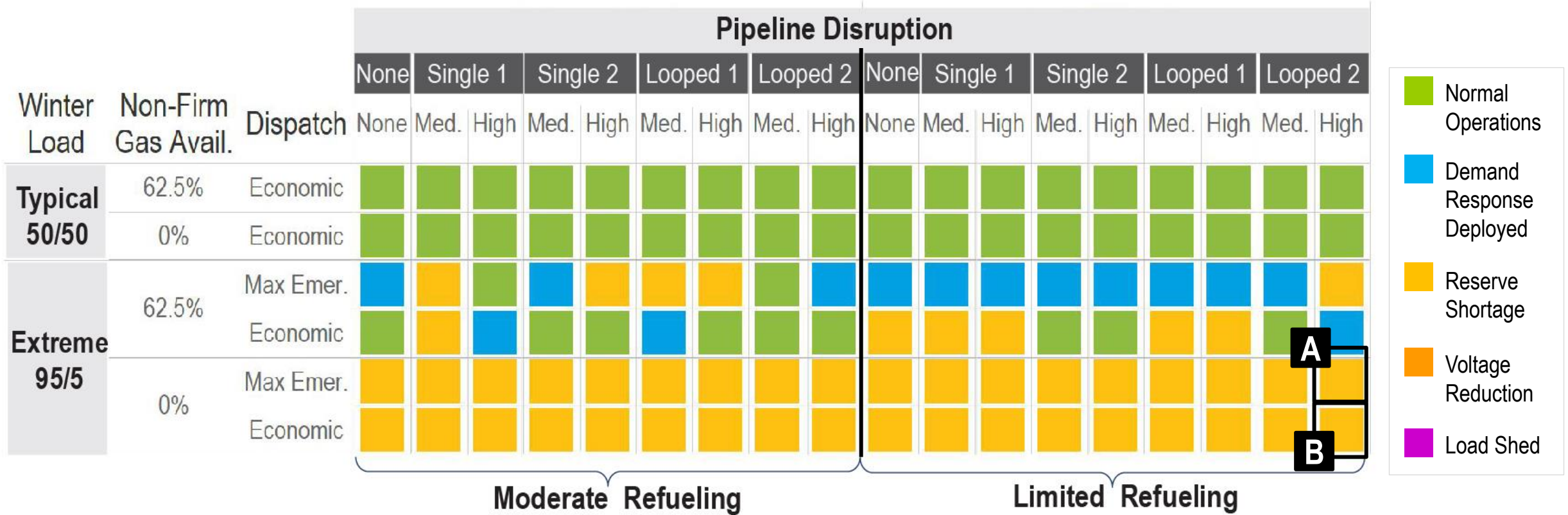
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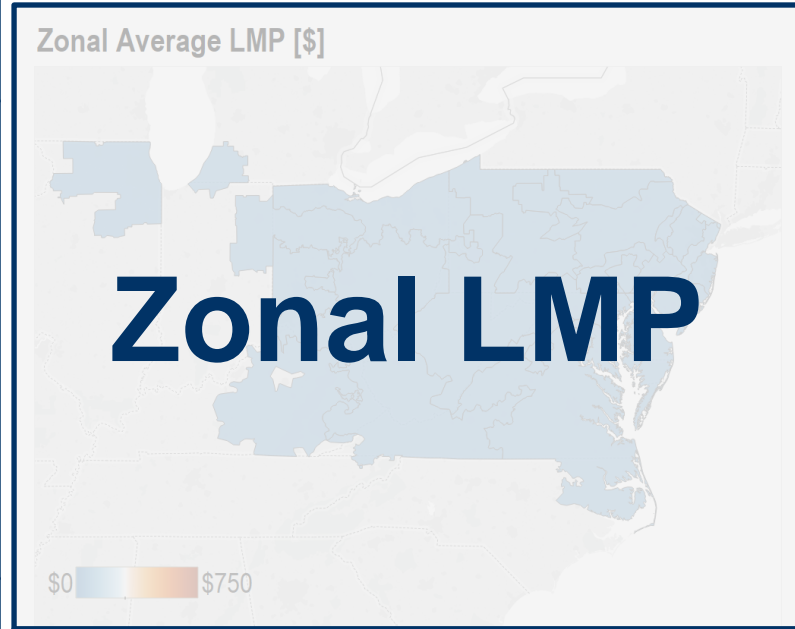
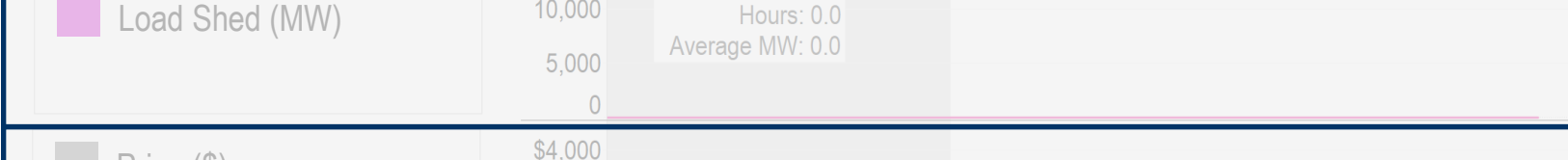
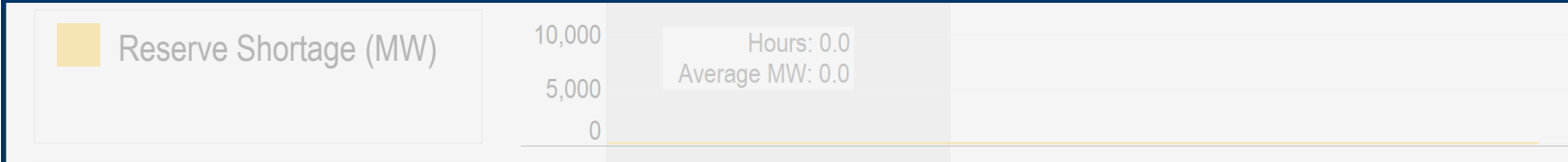
Announced Retirements Analysis Results



Load:
 Refueling:
 Dispatch:
 Retirement:
 Non-Firm:

Case Name

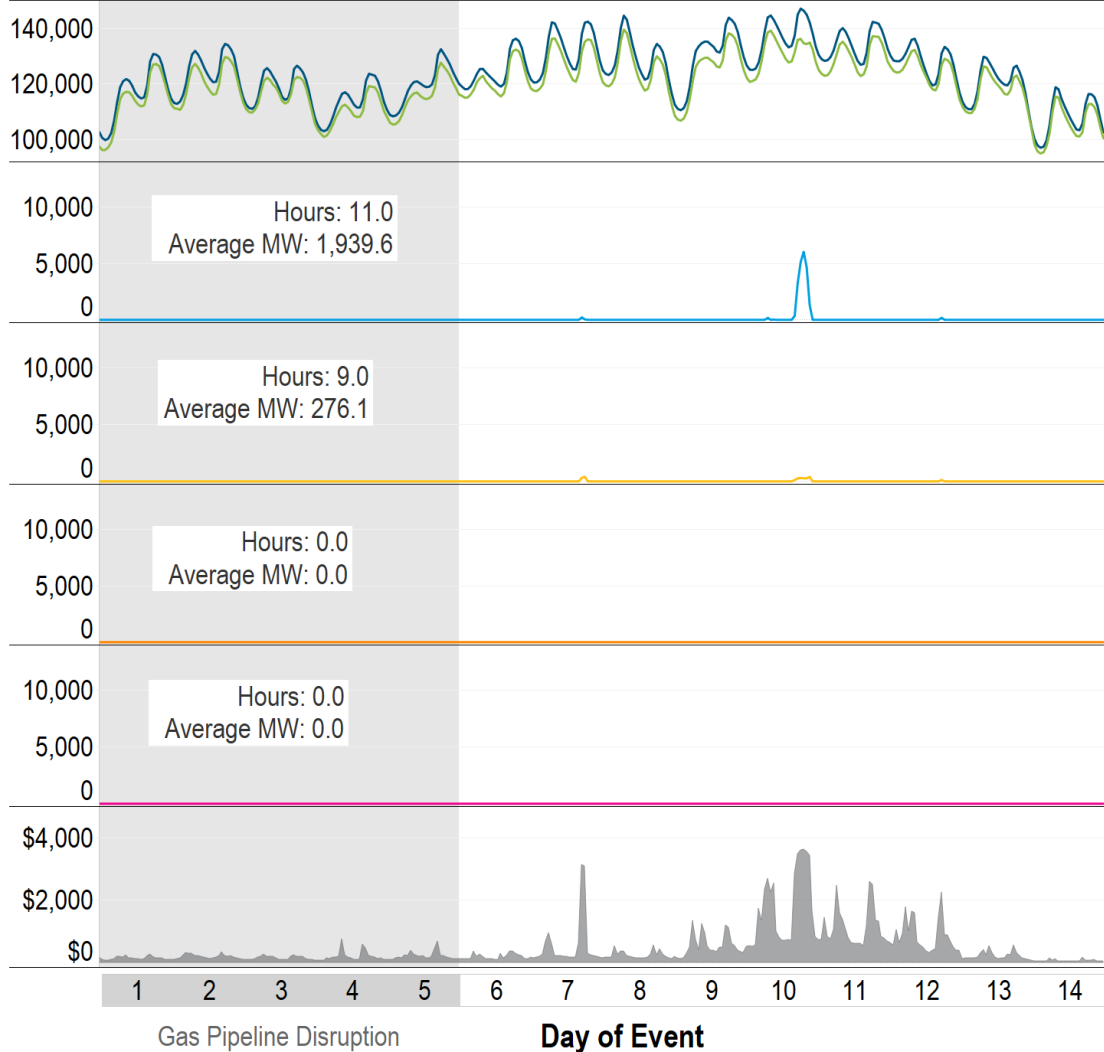
EXAMPLE



Announced Retirements Scenario Example A

System Overview

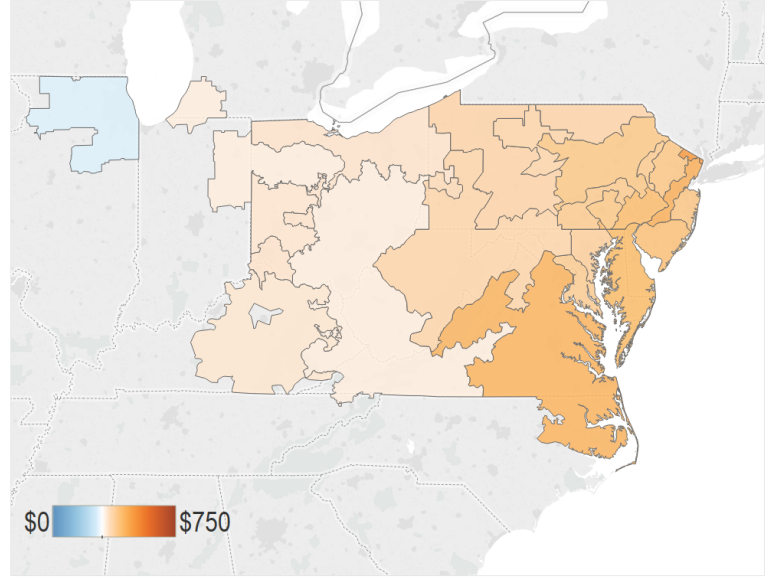
- Generation (MW)
- Forecasted Demand (MW)
- Deployed Demand Response (MW)
- Reserve Shortage (MW)
- Voltage Reduction (MW)
- Load Shed (MW)
- Price (\$)



Prices do not represent forecasts of actual prices.

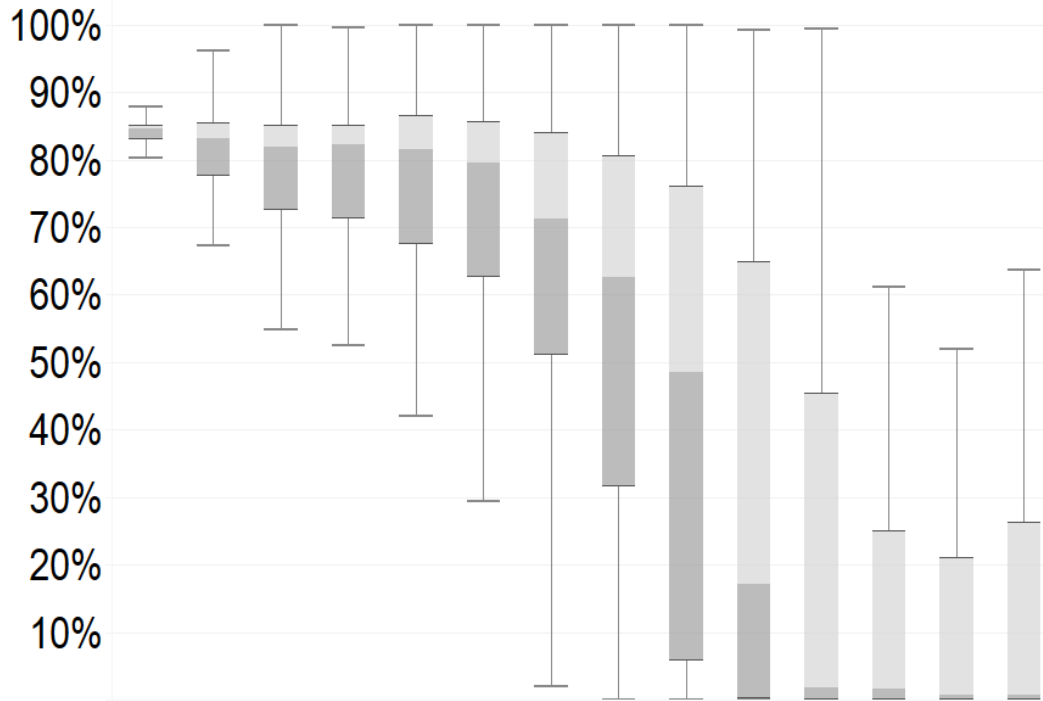
Load:	Extreme
Refueling:	Limited
Disruption:	Looped 2 High
Non-Firm Avail:	0%
Retirement:	Announced
Dispatch:	Economic

Hourly Zonal Average LMP [\$]



Sites Out of Oil													Oil Barrels Burned: 4.55M		
0	3	6	7	8	12	16	21	47	61	74	80	74	66		
1	2	3	4	5	6	7	8	9	10	11	12	13	14		
*141 Total Sites													Day of Event		

Limited Refueling



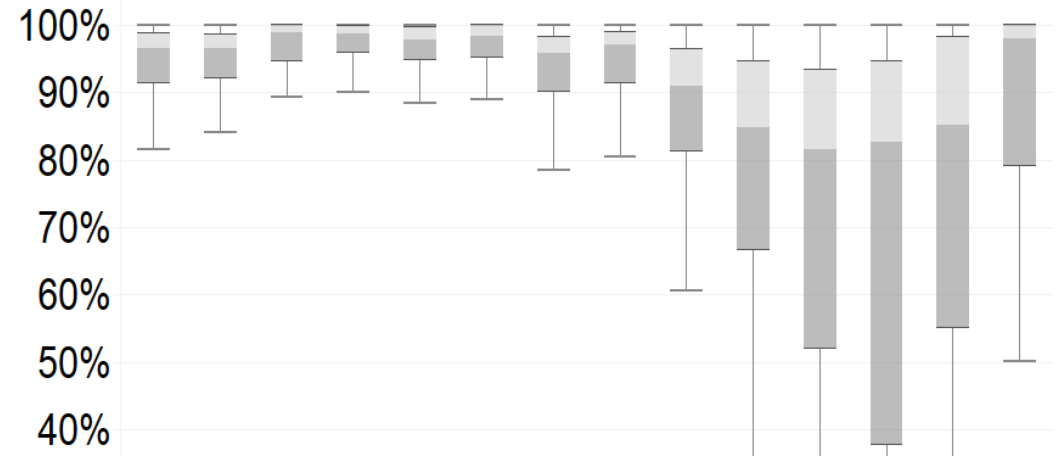
Sites Out of Oil

0	3	6	7	8	12	16	21	47	61	74	80	74	66
1	2	3	4	5	6	7	8	9	10	11	12	13	14

*141 Total Sites

Day of Event

Moderate Refueling



Moderate oil refueling rate can maintain fuel availability for 59 sites

Sites Out of Oil

0	0	0	0	1	1	3	2	4	9	22	21	3	1
1	2	3	4	5	6	7	8	9	10	11	12	13	14

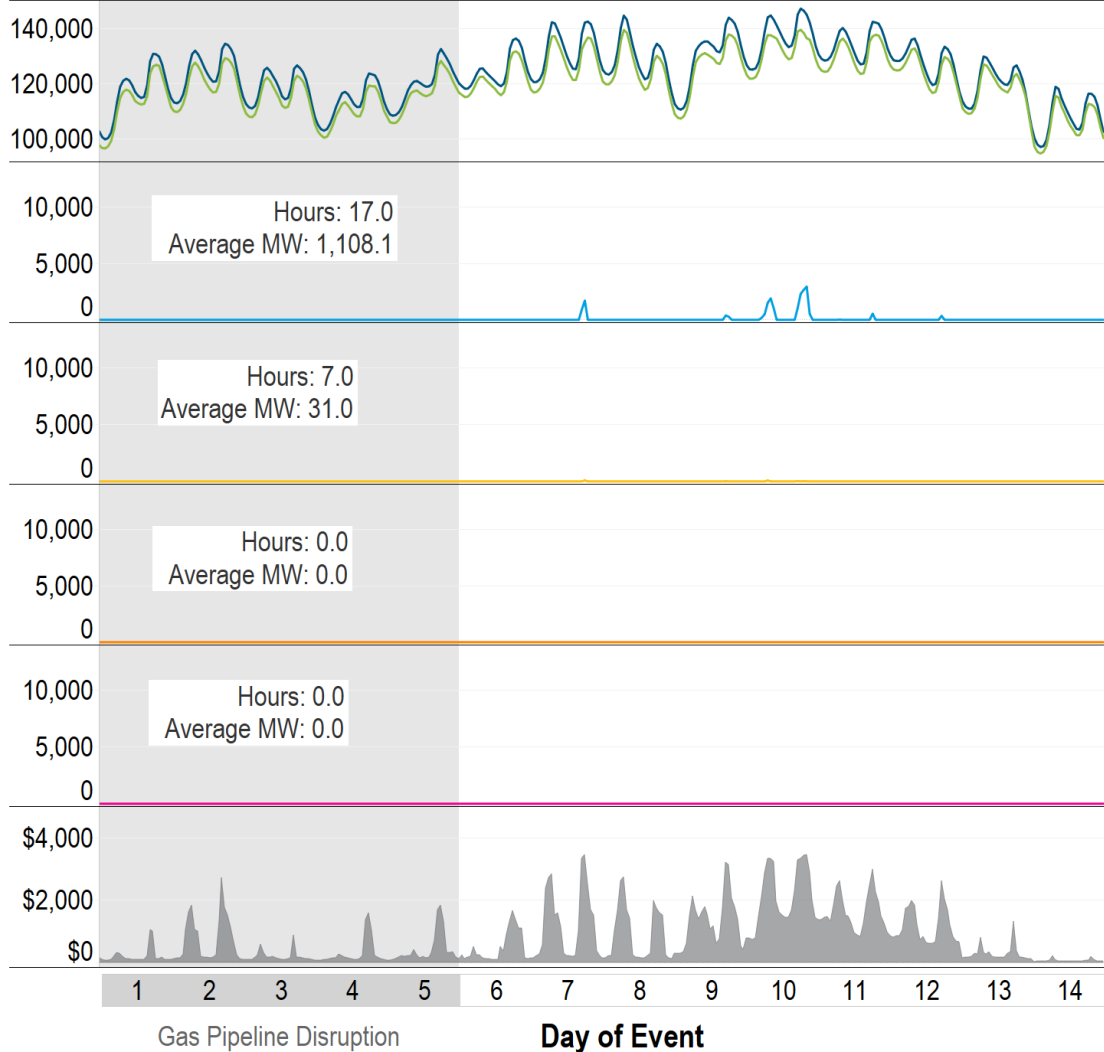
*141 Total Sites

Day of Event

Announced Retirements Scenario Example B

System Overview

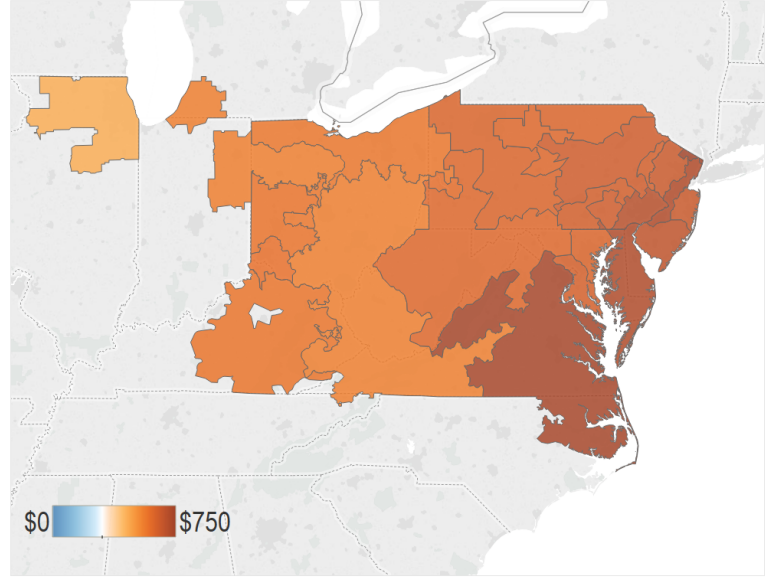
- Generation (MW)
- Forecasted Demand (MW)
- Deployed Demand Response (MW)
- Reserve Shortage (MW)
- Voltage Reduction (MW)
- Load Shed (MW)
- Price (\$)



Prices do not represent forecasts of actual prices.

Load:	Extreme
Refueling:	Limited
Disruption:	Looped 2 High
Non-Firm Avail:	0%
Retirement:	Announced
Dispatch:	Max Emergency

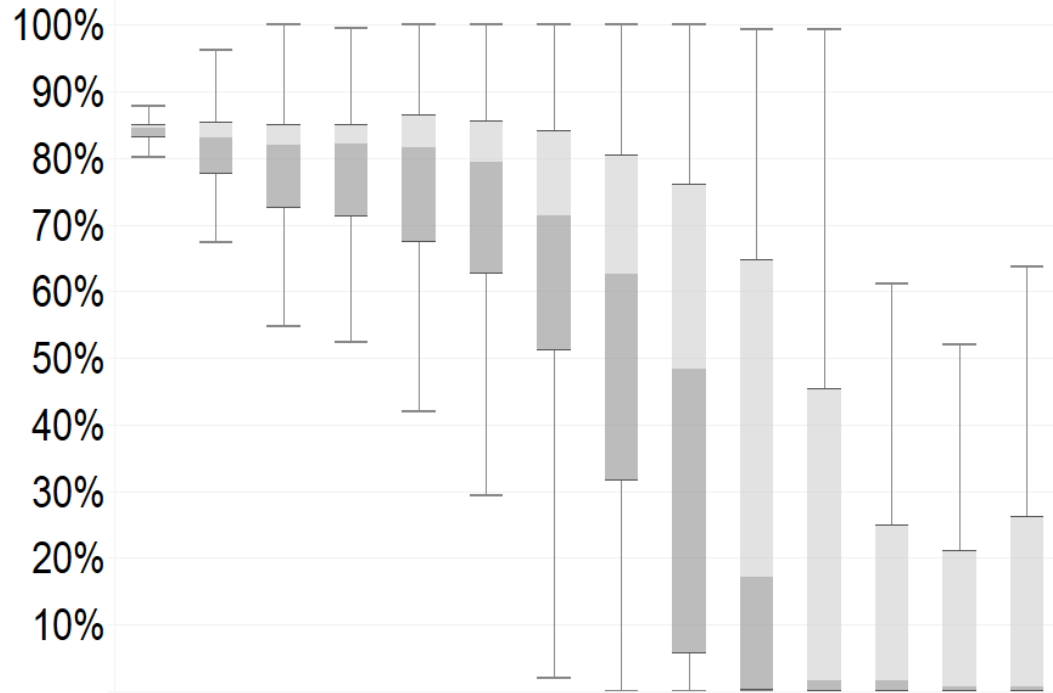
Hourly Zonal Average LMP [\$]



Sites Out of Oil							Oil Barrels Burned: 1.32M						
0	0	0	0	0	0	0	3	6	9	13	16	14	14
1	2	3	4	5	6	7	8	9	10	11	12	13	14

*141 Total Sites

Economic Dispatch



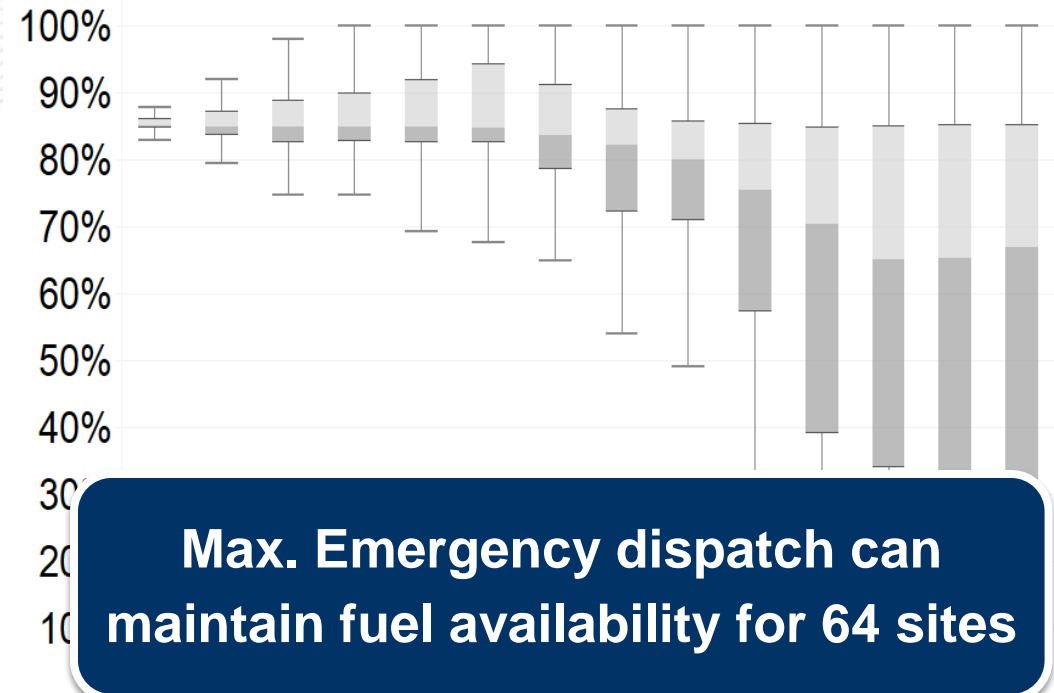
Sites Out of Oil

0	3	6	7	8	12	16	21	47	61	74	80	74	66
1	2	3	4	5	6	7	8	9	10	11	12	13	14

*141 Total Sites

Day of Event

Max. Emergency Dispatch



Max. Emergency dispatch can maintain fuel availability for 64 sites

Sites Out of Oil

0	0	0	0	0	0	0	0	3	6	9	13	16	14	14
1	2	3	4	5	6	7	8	9	10	11	12	13	14	14

*141 Total Sites

Day of Event

Escalated Retirements Analysis Results



Emergency Procedures Summary

Escalated Retirement Models

Pipeline Disruption

- Normal Operations
- Demand Response Deployed
- Reserve Shortage
- Voltage Reduction
- Load Shed

Winter Load	Retirement	Non-Firm Gas Avail.	Dispatch	Pipeline Disruption																	
				None	Single 1	Single 2	Looped 1	Looped 2	None	Single 1	Single 2	Looped 1	Looped 2								
				None	Med.	High	Med.	High	Med.	High	None	Med.	High	Med.	High	Med.	High	Med.	High		
Typical 50/50	Escalated 1	62.5%	Economic	■	■	■	■	■	■	■	■	■	■	■	■	■	■	■	■	■	
		0%	Economic	■	■	■	■	■	■	■	■	■	■	■	■	■	■	■	■	■	
	Escalated 2	62.5%	Economic	■	■	■	■	■	■	■	■	■	■	■	■	■	■	■	■	■	
		0%	Economic	■	■	■	■	■	■	■	■	■	■	■	■	■	■	■	■	■	
Extreme 95/5	Escalated 1	62.5%	Max Emer.	■	■	■	■	■	■	■	■	■	■	■	■	■	■	■	■	■	
			Economic	■	■	■	■	■	■	■	■	■	■	■	■	■	■	■	■	■	
		0%	Max Emer.	4	4	5	4	6	5	7	4	14	37	41	48	37	41	46	62	49	78
			Economic	9	10	11	9	10	9	13	9	22	43	44	56	42	46	47	63	53	83
	Escalated 2	62.5%	Max Emer.	■	■	■	■	■	■	■	■	■	■	■	■	■	■	■	■	■	■
			Economic	■	■	■	■	■	■	■	■	■	■	■	■	■	■	■	■	■	■
		0%	Max Emer.	4	3	5	4	4	4	4	3	4	11	12	13	13	14	14	15	14	22
			Economic	7	7	7	7	7	6	8	7	7	19	19	20	19	20	19	26	21	34

Moderate Refueling

Limited Refueling



Emergency Procedures Summary

Escalated Retirement Models

Winter Load	Retirement	Non-Firm Gas Avail.	Dispatch	Pipeline Disruption																			
				None		Single 1		Single 2		Looped 1		Looped 2		None		Single 1		Single 2		Looped 1		Looped 2	
				None	Med.	High	Med.	High	Med.	High	Med.	High	None	Med.	High	Med.	High	Med.	High	Med.	High	Med.	High
Typical 50/50	Escalated 1	62.5%	Economic	Normal Operations																			
		0%	Economic	Normal Operations																			
	Escalated 2	62.5%	Economic	Normal Operations																			
		0%	Economic	Normal Operations																			
Extreme 95/5	Escalated 1	62.5%	Max Emer.	Reserve Shortage																			
		Economic	Reserve Shortage																				
	0%	Max Emer.	4	4	5	4	6	5	7	4	14	37	41	48	37	41	46	62	49	78			
		Economic	9	10	11	9	10	9	13	9	22	43	44	56	42	46	47	63	53	83			
	Escalated 2	62.5%	Max Emer.	Reserve Shortage																			
			Economic	Reserve Shortage																			
		0%	Max Emer.	4	3	5	4	4	4	4	3	4	11	12	13	13	14	14	15	14	22		
			Economic	7	7	7	7	7	6	8	7	7	19	19	20	19	20	19	26	21	34		

- Normal Operations
- Demand Response Deployed
- Reserve Shortage
- Voltage Reduction
- Load Shed

Moderate Refueling

Limited Refueling



Emergency Procedures Summary

Escalated Retirement Models

Winter Load	Retirement	Non-Firm Gas Avail.	Dispatch	Pipeline Disruption																			
				None		Single 1		Single 2		Looped 1		Looped 2		None		Single 1		Single 2		Looped 1		Looped 2	
				None	Med.	High	Med.	High	Med.	High	Med.	High	None	Med.	High	Med.	High	Med.	High	Med.	High	Med.	High
Typical 50/50	Escalated 1	62.5%	Economic	Normal Operations																			
		0%	Economic	Normal Operations																			
	Escalated 2	62.5%	Economic	Normal Operations																			
		0%	Economic	Normal Operations																			
Extreme 95/5	Escalated 1	62.5%	Max Emer.	Reserve Shortage																			
			Economic	Reserve Shortage																			
		0%	Max Emer.	4	4	5	4	6	5	7	4	14	37	41	48	37	41	46	62	49	78		
			Economic	9	10	11	9	10	9	13	9	22	43	44	56	42	46	47	63	53	83		
	Escalated 2	62.5%	Max Emer.	Reserve Shortage																			
			Economic	Reserve Shortage																			
		0%	Max Emer.	4	3	5	4	4	4	4	3	4	11	12	13	13	14	14	15	14	22		
			Economic	7	7	7	7	7	6	8	7	7	19	19	20	19	20	19	26	21	34		

Moderate Refueling

Limited Refueling

Emergency Procedures Summary

Escalated Retirement Models

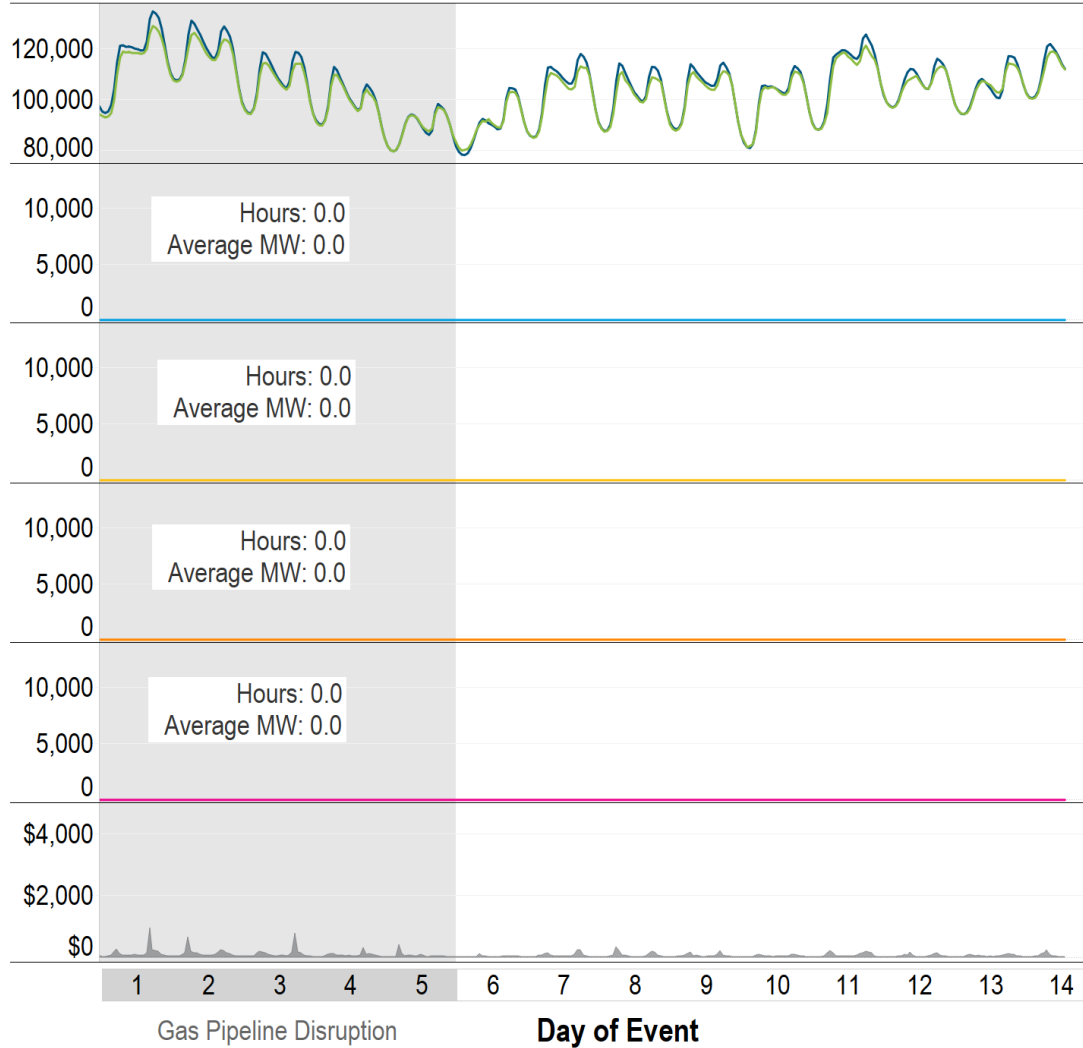
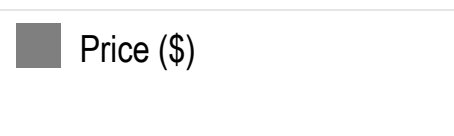
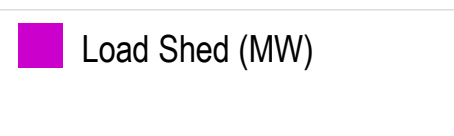
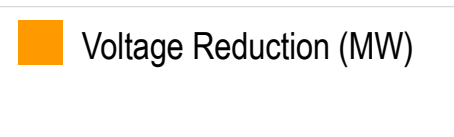
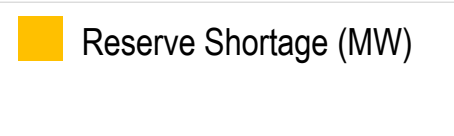
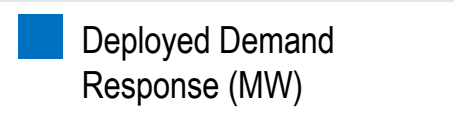
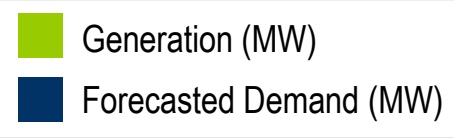
Winter Load	Retirement	Non-Firm Gas Avail.	Dispatch	Pipeline Disruption																	
				Moderate Refueling					Limited Refueling												
				None	Single 1	Single 2	Looped 1	Looped 2	None	Single 1	Single 2	Looped 1	Looped 2								
				None	Med.	High	Med.	High	Med.	High	None	Med.	High	Med.	High	Med.	High	Med.	High		
Typical 50/50	Escalated 1	62.5%	Economic	Normal	Normal	Normal	Normal	Normal	Normal	Normal	Normal	Normal	Normal	Normal	Normal	Normal	Normal	Normal	Normal	Normal	
		0%	Economic	Normal	Normal	Normal	Normal	Normal	Normal	Normal	Normal	Normal	Normal	DR	Normal	Normal	Normal	Normal	Normal	Normal	Normal
	Escalated 2	62.5%	Economic	Normal	Normal	Normal	Normal	Normal	Normal	Normal	Normal	Normal	Normal	Normal	Normal	Normal	Normal	Normal	Normal	Normal	Normal
		0%	Economic	Normal	Normal	Normal	Normal	Normal	Normal	Normal	Normal	Normal	Normal	Normal	Normal	Normal	Normal	Normal	Normal	Normal	Normal
Extreme 95/5	Escalated 1	62.5%	Max Emer.	RS	RS	RS	RS	RS	RS	RS	RS	RS	RS	RS	RS	RS	RS	RS	RS	RS	
			Economic	RS	RS	RS	RS	RS	RS	RS	RS	RS	RS	RS	RS	RS	RS	RS	RS	RS	3
		0%	Max Emer.	4	4	5	4	6	5	7	4	14	37	41	48	37	41	46	62	49	78
			Economic	9	10	11	9	10	9	13	9	22	43	44	56	42	46	47	63	53	83
	Escalated 2	62.5%	Max Emer.	RS	RS	RS	RS	RS	RS	RS	RS	RS	RS	RS	RS	RS	RS	RS	RS	RS	RS
			Economic	RS	RS	RS	RS	RS	RS	RS	RS	RS	RS	RS	RS	RS	RS	RS	RS	RS	RS
		0%	Max Emer.	4	3	5	4	4	4	4	3	4	11	12	13	13	14	14	15	14	22
			Economic	7	7	7	7	7	6	8	7	7	19	19	20	19	20	19	26	21	34

- Normal Operations
- Demand Response Deployed
- Reserve Shortage
- Voltage Reduction
- Load Shed



Escalated Retirements 1 Scenario Example C

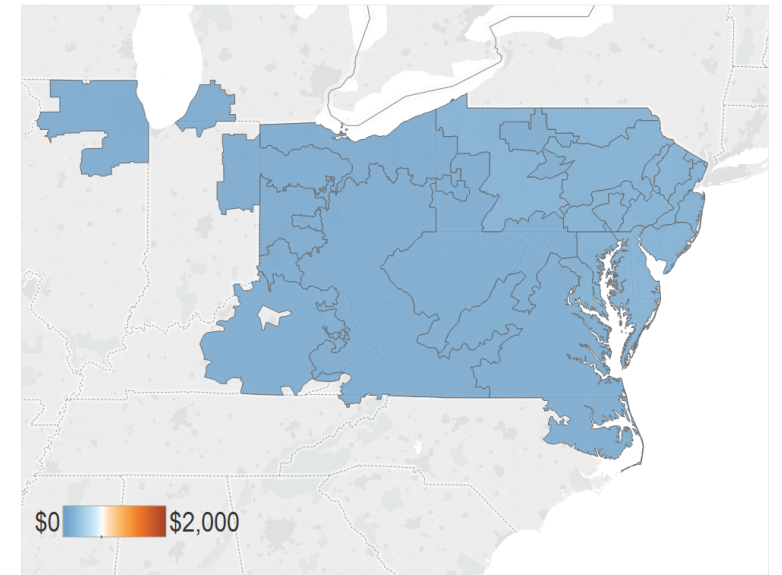
System Overview



Prices do not represent forecasts of actual prices.

Load:	Typical
Refueling:	Limited
Disruption:	Looped 2 High
Non-Firm Avail:	0%
Retirement:	Escalated 1 (32 GW)
Dispatch:	Economic

Hourly Zonal Average LMP [\$]

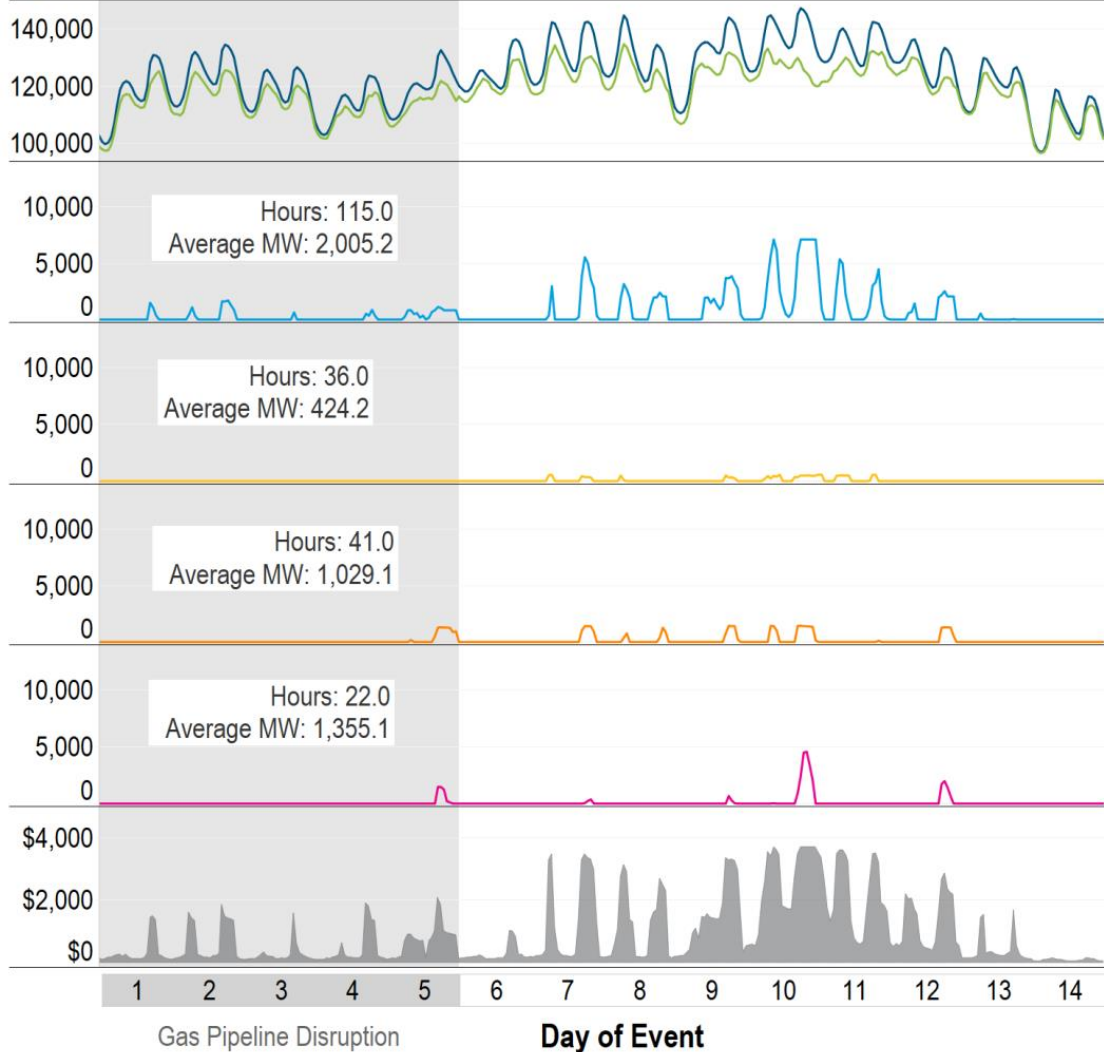


Sites Out of Oil										Oil Barrels Burned: 1.22M			
1	3	4	5	4	5	8	15	16	16	16	16	16	16
1	2	3	4	5	6	7	8	9	10	11	12	13	14
*141 Total Sites										Day of Event			

Escalated Retirements 1 Scenario Example D

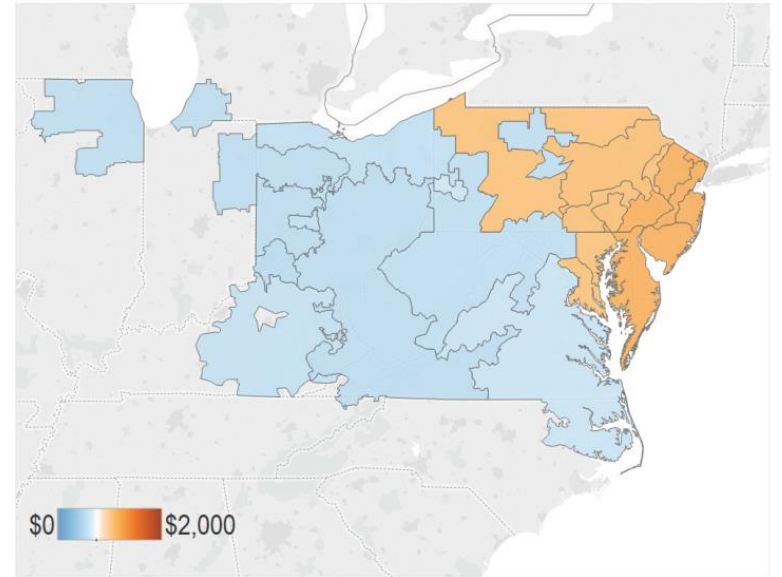
System Overview

- Generation (MW)
- Forecasted Demand (MW)
- Deployed Demand Response (MW)
- Reserve Shortage (MW)
- Voltage Reduction (MW)
- Load Shed (MW)
- Price (\$)



Load:	Extreme
Refueling:	Moderate
Disruption:	Looped 2 High
Non-Firm Avail:	0%
Retirement:	Escalated 1 (32 GW)
Dispatch:	Economic

Hourly Zonal Average LMP [\$]



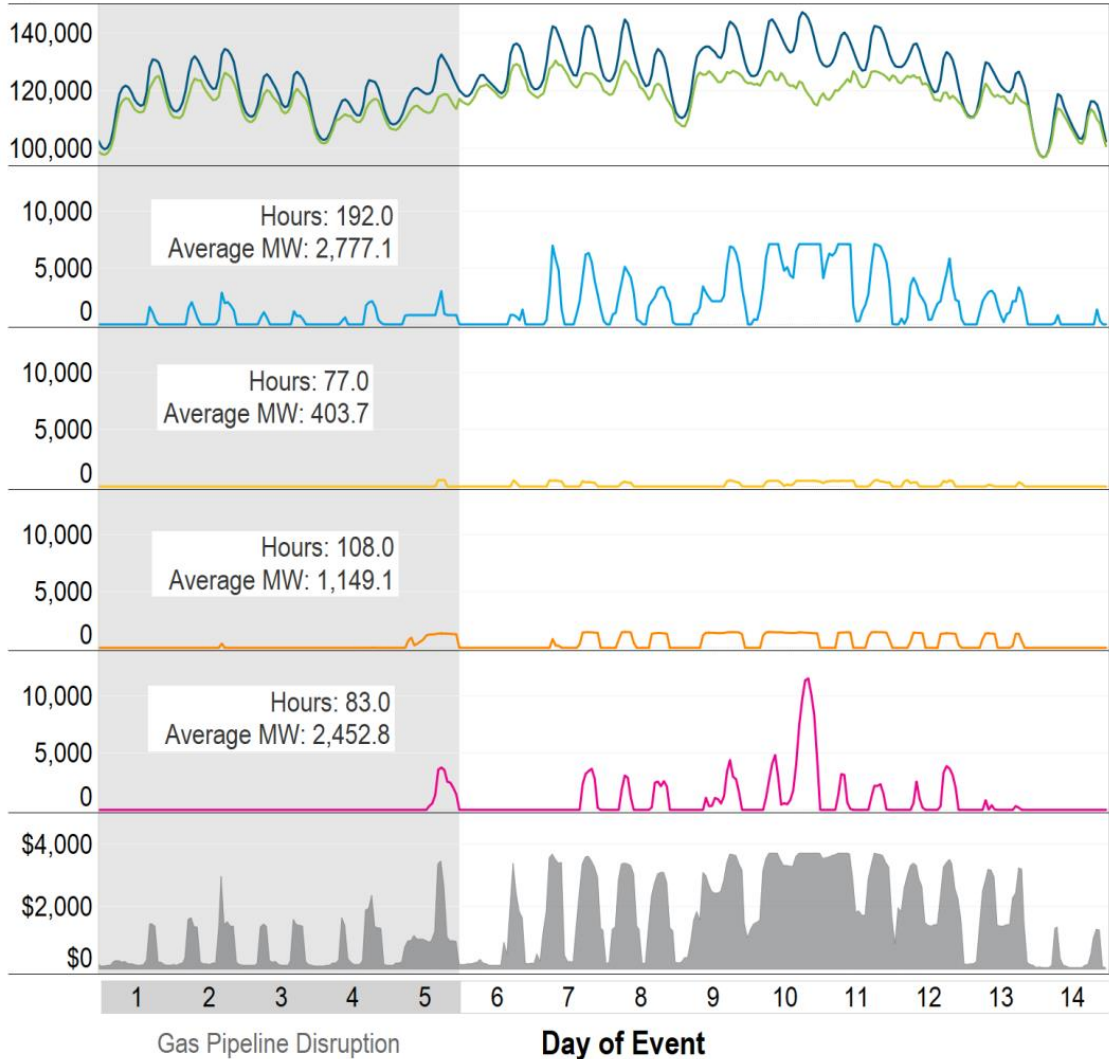
Sites Out of Oil							Oil Barrels Burned: 7.82M						
0	2	1	3	4	4	6	7	12	21	29	28	17	1
1	2	3	4	5	6	7	8	9	10	11	12	13	14
*141 Total Sites							Day of Event						

Prices do not represent forecasts of actual prices.

Escalated Retirements 1 Scenario Example E

System Overview

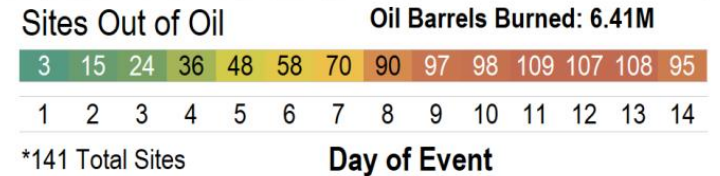
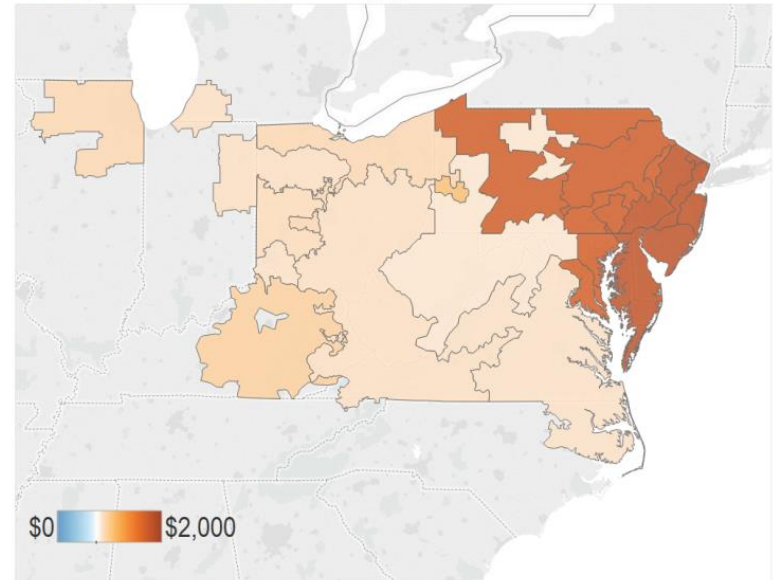
- Generation (MW)
- Forecasted Demand (MW)
- Deployed Demand Response (MW)
- Reserve Shortage (MW)
- Voltage Reduction (MW)
- Load Shed (MW)
- Price (\$)



Prices do not represent forecasts of actual prices.

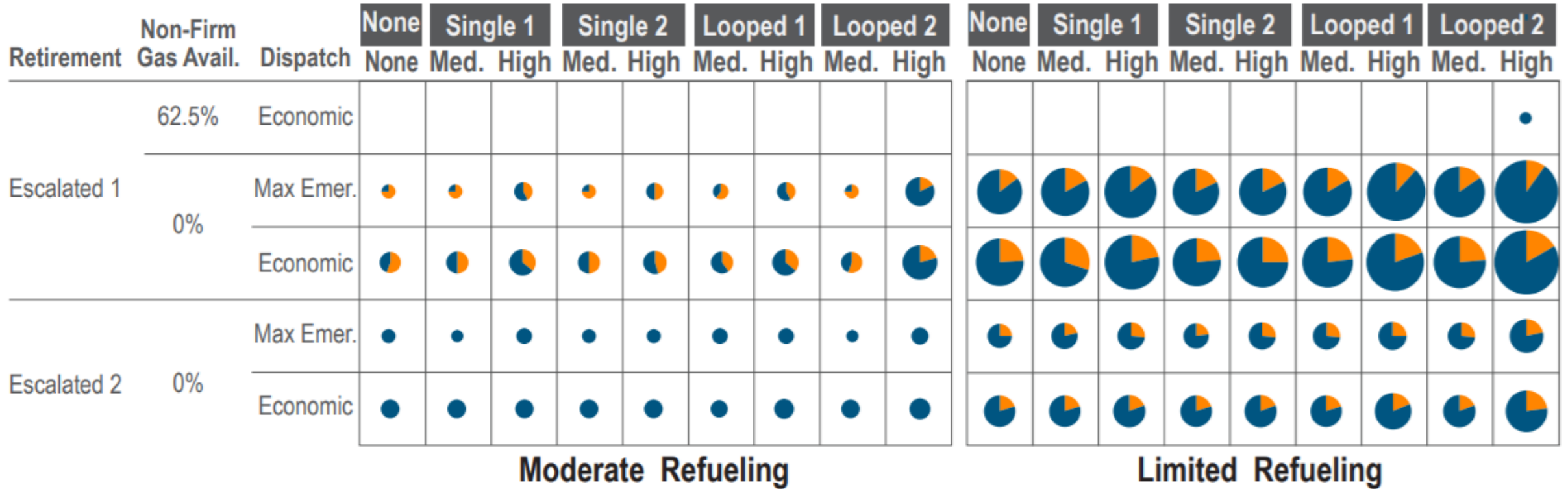
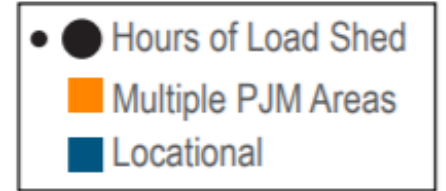
Load:	Extreme
Refueling:	Limited
Disruption:	Looped 2 High
Non-Firm Avail:	0%
Retirement:	Escalated 1 (32 GW)
Dispatch:	Economic

Hourly Zonal Average LMP [\$]

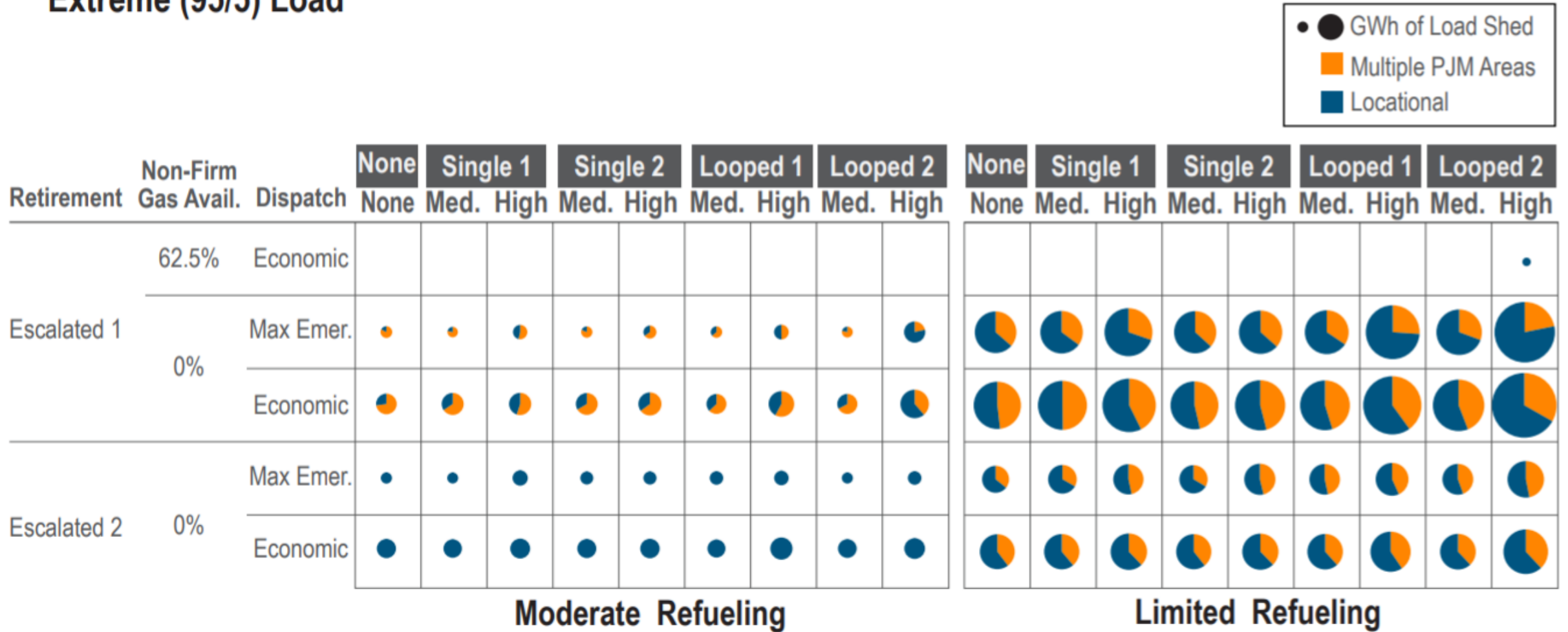


Hours of Manual Load Shed Locational and Multiple Area

Extreme (95/5) Load

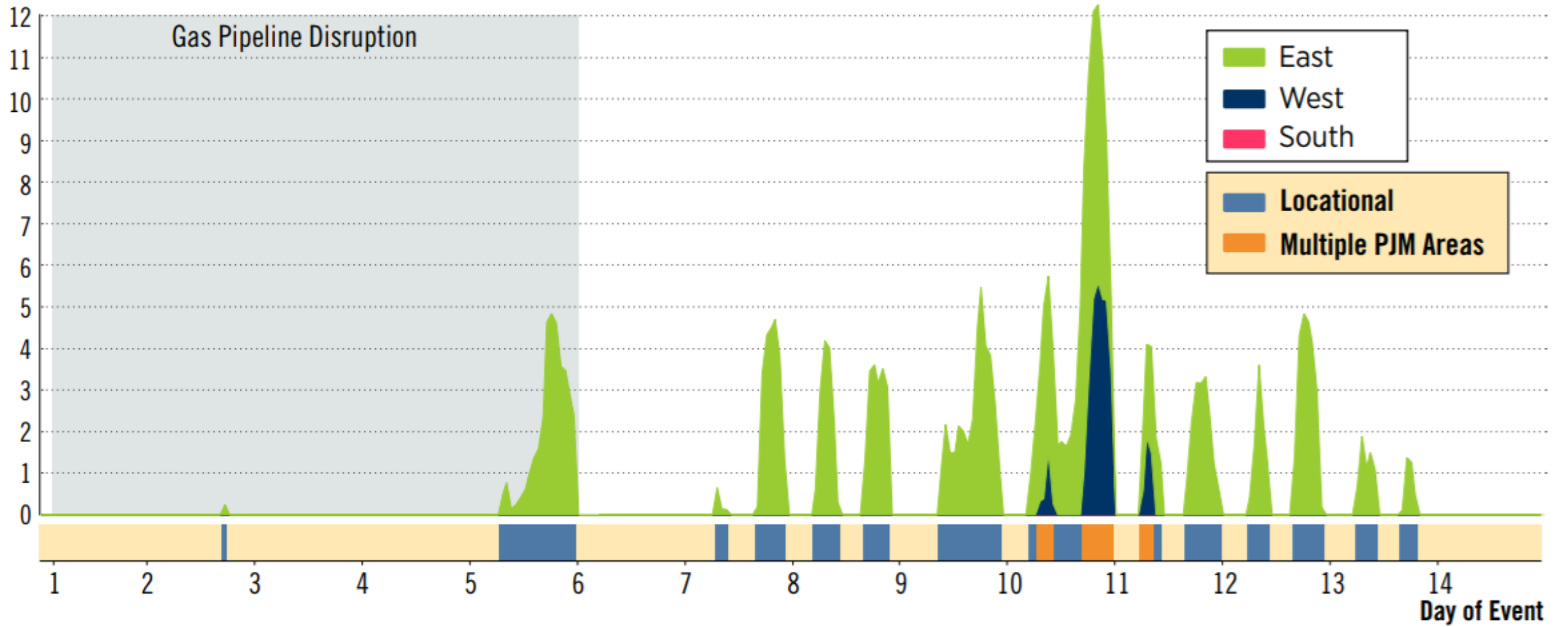


Extreme (95/5) Load



Escalated Retirements 1 Scenario Example E

Manual Load Shed (MW, Thousands)





There is NO immediate threat to the reliability of the PJM RTO.



- PJM is reliable in the announced retirements and escalated retirements cases under all typical winter load scenarios.
- PJM is reliable in the announced retirements cases under all extreme winter load scenarios.

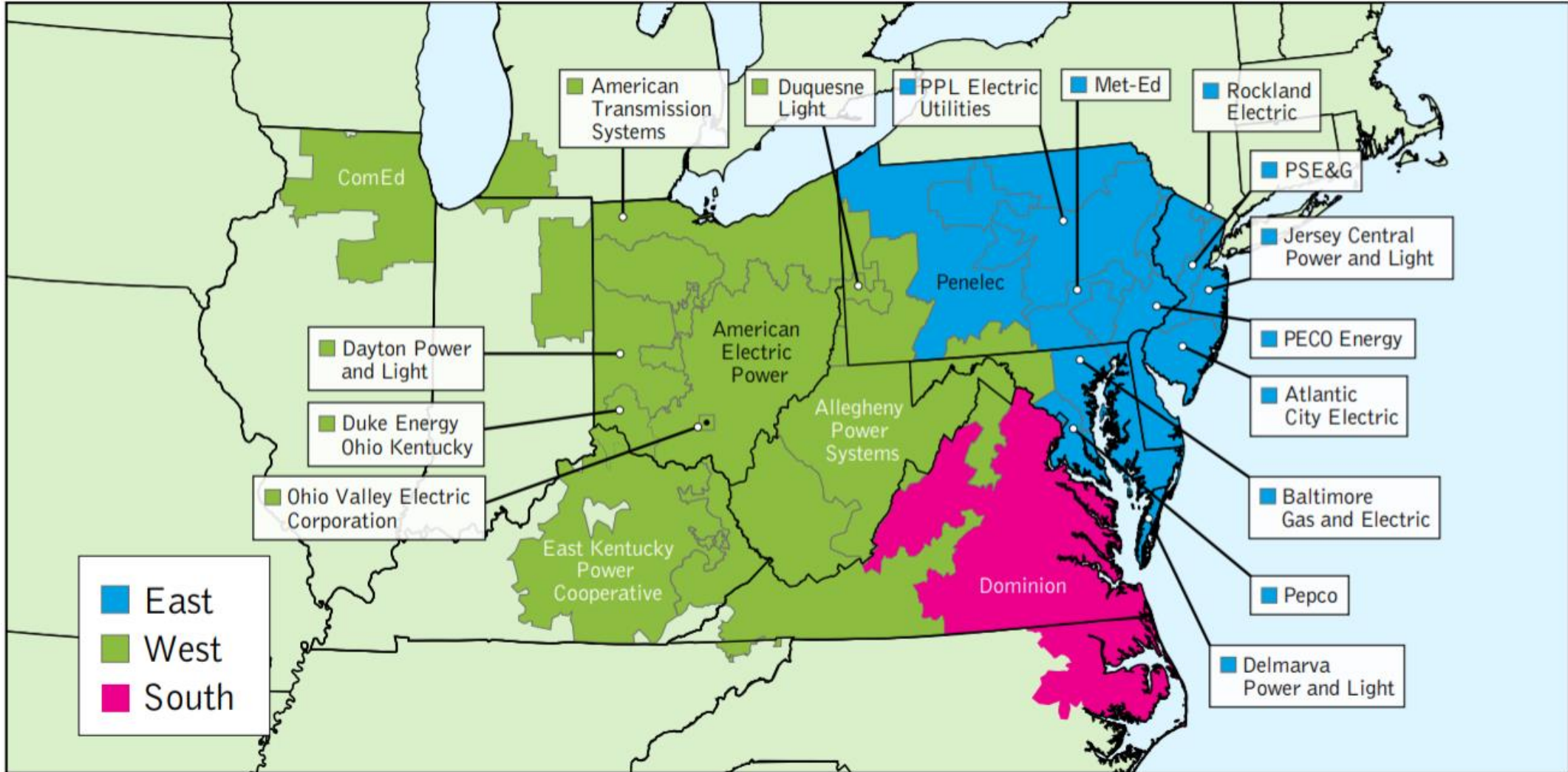


- Scenarios to identify points at which an assumption or combination of assumptions begin to impact the ability to reliably serve customers.
- The stressed scenarios resulted in a loss of load under extreme but plausible conditions.

Contributing factors:

- The level of retirements and replacements
- The level of non-firm gas availability
- The ability to replenish oil supplies
- The location, magnitude and duration of pipeline disruption
- Pipeline configuration

Appendix



<p>■ Normal Operations</p>	<p>No Emergency Procedures Normal economic dispatch</p>
<p>■ Demand Response Deployed</p>	<p>Pre-Emergency Action Demand response deployment</p>
<p>■ Reserve Shortage</p>	<p>Emergency Warning An operational reserve shortage is triggered when 10-minute Synchronized Reserves are less than the largest generator in PJM. Depending on system conditions, a reserve shortage will trigger additional emergency procedures such as voltage reduction warnings and manual load shed warnings.</p>
<p>■ Voltage Reduction</p>	<p>Emergency Action Voltage reduction action enables load reductions by reducing voltages at the distribution level. PJM estimates a 1-2% load reduction resulting from a 5% load reduction in transmission zones capable of performing a voltage reduction.</p>
<p>■ Load Shed</p>	<p>Emergency Action Manual load shed action enables zonal or system-wide load shed. This is the last step of all emergency procedure actions.</p>