

## Synchronous Reserve Deployment Task Force Next Steps

February 27, 2023 Committee Meeting

Vijay Shah Facilitator, SRDTF

www.pjm.com | Public PJM©2023



## SRDTF Work Summary

April 2021 – September 2021

- Initial effort reviewing concerns with deployment of Synchronize reserves
- Introduced IRD Concept
- Filed proposal, March 4 2022 with stakeholder consensus

August 2022

- FERC Order issued finding IRD proposal unjust and unreasonable
- Actual system conditions not modeled and misalignment between dispatch and pricing

November – December 2022

- Task Force restarted with updated issue charge to address FERC concerns
- Reviewed IRD concept, deploying synch reserves education
- Reviewed new options to consider for stakeholder feedback



- Limited scope hinders ability to address FERC concerns
- Feasibility and market design concerns with concepts presented to-date
- More data on spin response post October 1, 2022 implementation of Reserve Price Formation will help inform future discussions
  - Understand bid parameters and ramp capability
  - On-going discussions with poor performing market participants
- Limited feedback to-date



- Option 1: Continue work on current issue charge
  - Concerns with limited scope and feasible options to address FERC concerns

- Option 2: Sunset Task Force
  - Allows for further Spin Event data collection
  - Allow for holistic review with larger scope for future Issue Charge
  - Recognition of current stakeholder calendar and work load
- Other options?



Facilitator:
Vijay Shah
Vijay.Shah@pjm.com

Secretary:
Chidi Ofoegbu
Chidi.Ofoegbu@pjm.com

**Synchronous Reserve Deployment Task Force** 



## Member Hotline

(610) 666-8980

(866) 400-8980

custsvc@pjm.com

