

September 12, 2014 Executive Committee Meeting  
Report by NYISO on PJM DR

In regards to PJM activating PJM DR on a Day Ahead basis or Real time basis to meet PJM DA or RT capacity requirements PJM capacity requirements is the same definition as NY which is (projected peak load plus Total Operating Reserve Requirement) PJM will activate DR if needed to meet PJM capacity requirements. Operations asked PJM if this approach applies to all three PJM DR Programs and PJM agreed. Even if they have exhausted the "Limited" (10 calls per year) they would still activate if necessary to re-establish reserve requirements (it would be considered a voluntary request but they do have a significant energy payment). If they are outside the defined time periods of the Limited and Extended programs, they can still activate either of these DR programs but the activation would be voluntary in nature. The energy payment is high and the voluntary response, as reported by PJM, was strong this past winter.

PJM stated that the NY-PJM JOA states that they would (Section 35.6.1 which is also NYISO OATT Attachment CC) activate DR, including any or all of the 3 PJM DR Programs to provide emergency support to NYISO if it would allow NYISO to avoid or minimize load shedding in NY. PJM did acknowledge that one of their manuals indicates that they would not. They are reviewing this ambiguity internally and will get back to the NYISO. Understanding that they will commit DR to maintain their reserve requirement, it seems they would have sufficient reserves to sell as Emergency in the event NYISO was in load shedding.