

PRD review for CP requirements

Problem / Opportunity Statement

- Price Responsive Demand (PRD) was implemented in 2011 prior to implementation of Capacity Performance (CP) requirements. PRD plans were submitted for the first time in January 2017 and have been approved by PJM. Upon detailed review of the PRD requirements, some significant differences between DR and PRD requirements were identified. Both DR and PRD were designed to allow customers that make a firm commitment to reduce load (or consume electricity at or below defined level) to reduce their capacity requirements.
- Review existing PRD requirements and ensure they meet Capacity Performance requirements and objectives.
- This issue warrants consideration in the PJM stakeholder process because we have approved PRD plans that may be offered for the 2020/21 BRA. If the PRD requirements do need to be changed to comply with CP then changes adopted sooner will help reduce impact on members.
- This will be focused on technical issues (measurement and verification and financial penalties) and may also include some broader policy issues.
- PRD may clear in the BRA or be submitted and approved in future delivery and thereby replace the need for other resources.