

Synchronized Reserve Maintenance Costs

Issue Source

Market Monitor

Issue Content

The Market Monitor and PJM have identified a need to correct, by setting to zero, the synchronized reserve operations and maintenance cost included in Manual 15, Sections 4.7 and 5.7. Market Sellers seeking to use an alternate synchronized reserve operations and maintenance cost may submit such cost to PJM and the IMM for consideration using the exception procedure outlined in Manual 15, Section 1.8: Cost Methodology and Approval Process.

Key Work Activities

1. Approve the identified corrections to Manual 15.

Expected Deliverables

1. Revisions to the applicable sections of Manual 15.
2. Remove the example calculation from the PJM website.¹

Decision-Making Method

Quick Fix

Stakeholder Group Assignment

MIC

Expected Duration of Work Timeline

The expected duration is two to three months for consideration by the MIC of the Issue Charge and revisions to Manual 15.

¹ See Synchronized Reserve Cost-based Offer Validation at <<https://pjm.com/-/media/markets-ops/ancillary/synchronized-reserve-cost-based-offer-validation.ashx?la=en>> , last accessed December 26, 2019.

Start Date	Priority Level	Timing	Meeting Frequency
January 2020	<input type="checkbox"/> High <input checked="" type="checkbox"/> Medium <input type="checkbox"/> Low	<input checked="" type="checkbox"/> Immediate <input type="checkbox"/> Near Term <input type="checkbox"/> Far Term	<input type="checkbox"/> Weekly <input checked="" type="checkbox"/> Monthly <input type="checkbox"/> Quarterly

Charter

<input type="checkbox"/>	This document will serve as the Charter for a new group created by its approval.
<input checked="" type="checkbox"/>	This work will be handled in an existing group with its own Charter (and applicable amendments).