



Organization of PJM States, Inc. (OPSI)

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Resolution # OPSI-2012- 6

RESOLUTION REGARDING TIMING OF GENERATING UNIT DEACTIVATION ANNOUNCEMENTS

WHEREAS, PJM had 15,477 MW of future generator deactivations pending as of April 4, 2012,¹ and more generator deactivation announcements are expected² due to power generation economics and the cost of retrofits that would be needed for some generators to comply with new environmental regulations; *and*

WHEREAS, PJM's tariff provides that generators are not required to give more than 90-days' notice prior to deactivating;³ *and*

WHEREAS, more advance notice of generator deactivations is needed to enable market responses (such as new generator entry) and administrative planning responses (such as transmission infrastructure expansion) that may be needed to mitigate market and reliability impacts that the generator deactivation may potentially cause.

NOW, therefore, be it resolved that OPSI recommends that PJM pursue changes to its tariff such that a generator owner must provide at least 36 months' notice prior to planned deactivation of an electric generating unit.

Adopted by the Board of Directors of the Organization of PJM States, Inc. on April 5, 2012
(Pennsylvania Public Utility Commission abstained).

¹ See <http://www.pjm.com/~media/planning/gen-retire/pending-deactivation-requests.ashx>

² See <http://pjm.com/~media/committees-groups/committees/mc/20120221/20120221-information-item-05-generator-response-to-epa-rules.ashx>

³ OATT at Part V, Section 113.1

