

Markets & Reliability Committees
PJM Conference and Training Center, Audubon, PA / WebEx
January 25, 2023
9:00 a.m. – 11:35 a.m. EPT

Administration

Stu Bresler and David Anders welcomed stakeholders and provided the Anti-trust, Code of Conduct, and Meeting Participation announcements. Stu Bresler noted that agenda item five had been deferred to a future meeting at the request of the proposer. Paul Sotkiewicz, Elwood Energy, proposed a new agenda item be added to discuss the Market Seller Offer Cap. There were no objections and therefore it was added to the agenda for this meeting.

Consent Agenda

Items A through F were **approved/endorsed** by acclamation with no objections and one abstention:

- A. Minutes of the December 21, 2022 meeting of the Markets and Reliability Committee.
- B. Proposed revisions to Manual 02: Transmission Service Request addressing clarifying changes related to the Internal Network Integration Transmission Service (NITS) Process issue, as well as administrative cleanup.
- C. Proposed revisions to Manual 14A: New Services Request Process and Manual 14B: PJM Regional Transmission Planning Process addressing the generator deliverability test.
- D. Proposed revisions to Manual 28: Operating Agreement Accounting addressing conforming clarifications and corrections to support the implementation of Reserve Price Formation.
- E. Proposed revisions to Manual 38: Operations Planning resulting from its periodic review.
- F. Proposed revisions to the Regional Transmission and Energy Scheduling Practices document. These changes are in support of the NAESB version 3.3 Business Practice Standards, as well as administrative cleanup.

Endorsements

1. Capacity Interconnection Rights for ELCC Resources

Brian Chmielewski reviewed proposed solution package I addressing Capacity Interconnection Rights (CIR) for ELCC Resources. Following discussion, the main motion (package I) and associated Tariff, Reliability Assurance Agreement (RAA) and manual revisions were **endorsed** in a sector-weighted vote with 4.529 in favor. Stu Bresler noted that same day endorsement would be sought at Members Committee for the Tariff and RAA revisions.

[Issue Tracking: Capacity Interconnection Rights \(CIR\) for ELCC Resources](#)

2. Emerging Technology Forum (ETF) Charter (9:35-9:50)

Scott Baker reviewed proposed revisions to the Emerging Technologies Forum Charter. Following discussion, the proposed charter revisions were **approved** by acclamation with no objections or abstentions.

3. Hybrid Resources Phase II (9:50-10:10)

Danielle Croop reviewed the package detailing the Hybrid Resources Phase II solutions. Following discussion, the proposed solution and corresponding Tariff, RAA and Operating Agreement (OA) revisions were **endorsed** by acclamation with no objections or abstentions.

[Issue Tracking: Solar-Battery Hybrid Resources](#)

4. Day-ahead Zonal Load Bus Distribution Factors (10:10-10:30)

Amanda Martin reviewed a proposed solution package and associated revisions to Manual 11: Energy & Ancillary Services Market Operations, Manual 28: Operating Agreement Accounting, and Tariff Section 31.7 addressing the zonal load bus distribution factors. Following discussion, the proposed solution and corresponding Tariff and manual revisions were **endorsed** by acclamation with no objections or abstentions.

[Issue Tracking: Day-ahead Zonal Load Bus Distribution Factors](#)

First Readings (10:30-11:35)

5. IROL/CIP Revised Issue Charge (10:30-11:00)

This item was removed from the agenda for this meeting.

[Issue Tracking: IROL Critical CIP Cost Recovery](#)

6. Manual 6 FTR Bid Limits (11:00-11:20)

Emmy Messina reviewed a proposed solution to update the FTR auction bid limit and corresponding revisions in Manual 6: Financial Transmission Rights. The committee will be asked to endorse the proposed solution at its next meeting.

7. Manuals (11:20-11:35)

- A. Sean Flamm reviewed conforming revisions to Manual 27: Open Access Transmission Tariff Accounting addressing the allocation methodology for Schedule 9: PJM Settlement charges to conform to the settlement agreement approved by the FERC in Docket No. ER22-26 in November 2022. The committee will be asked to endorse the proposed revisions at its next meeting.
- B. Ben Miller reviewed proposed revisions to Manual 40: Training and Certification Requirements resulting from its periodic review. The committee will be asked to endorse the proposed revisions at its next meeting.

Informational Items

8. Market Seller Offer Cap

Paul Sotkiewicz and Jeff Whitehead, GT Power Group, requested discussion of the incorporation of the Winter Storm Elliott events into application of the MSOC for the 2025/2026 Base Residual Auction to be run in June, 2023. They also requested discussion of potential modifications to the MSOC rules currently included in the Tariff. The schedule for the 2025/2026 auction preparation activities was reviewed, including determination of resource specific MSOC values.

The Independent Market Monitor and PJM were requested to provide education on incorporation of Elliott into MSOC calculations at the January 31, 2023 Resource Adequacy Sr. Task Force (RASTF) meeting. Paths forward for consideration of potential modifications to the MSOC rules currently included in the Tariff were also discussed. Additional discussion will occur at the January 31 and February 14, 2023 RASTF meetings and the February 8, 2023 Market Implementation Committee Meeting.

Future Agenda Items (11:35)

No new future agenda items were identified.

Future Meeting Dates and Materials			Materials Due to Secretary	Materials Published
Date	Time	Location		
<i>February 23, 2023</i>	9:00 a.m.	PJM Conference & Training Center and WebEx	February 13, 2023	February 16, 2023
<i>March 22, 2023</i>	9:00 a.m.	PJM Conference & Training Center and WebEx	March 10, 2023	March 15, 2023
<i>April 26, 2023</i>	9:00 a.m.	PJM Conference & Training Center and WebEx	April 14, 2023	April 19, 2023
<i>May 31, 2023</i>	9:00 a.m.	PJM Conference & Training Center and WebEx	May 19, 2023	May 24, 2023
<i>June 22, 2023</i>	9:00 a.m.	PJM Conference & Training Center and WebEx	June 12, 2023	June 15, 2023
<i>July 26, 2023</i>	9:00 a.m.	PJM Conference & Training Center and WebEx	July 14, 2023	July 19, 2023
<i>August 23, 2023</i>	9:00 a.m.	PJM Conference & Training Center and WebEx	August 11, 2023	August 16, 2023
<i>September 20, 2023</i>	9:00 a.m.	PJM Conference & Training Center and WebEx	September 8, 2023	September 13, 2023
<i>October 25, 2023</i>	9:00 a.m.	PJM Conference & Training Center and WebEx	October 13, 2023	October 18, 2023
<i>November 15, 2023</i>	9:00 a.m.	PJM Conference & Training Center and WebEx	November 3, 2023	November 8, 2023
<i>December 20, 2023</i>	9:00 a.m.	PJM Conference & Training Center and WebEx	December 8, 2023	December 13, 2023



Minutes

Author: D. Anders