

Rules Related to Market Suspension Settlements

Issue Source

PJM

Issue Content

In the event of a market suspension, for which market results and clearing prices cannot be determined, there are currently limited business rules ~~on~~ regarding how to ~~handle~~ administer settlements and other PJM processes. This initiative will ~~determine~~ identify opportunities to develop enhanced business rules ~~surrounding the event of~~ applicable during a market suspension.

Key Work Activities and Scope

Phase 1 – Define/Examine Market Suspension in General, and Associated Impacts on Settlements

1. Define “market suspension.”
- ~~1.2.~~ Review instances infor which a market suspension may occur.
- ~~2.3.~~ Review consequences to PJMthe markets associated with a market suspension.
- ~~3.4.~~ Review PJM existing business rules, along with procedures of other RTOs/ISOs in the event of a market suspension.
5. Review options for how settlements can be determined in the event of a market suspension.
6. Identify, examine, and implement any necessary changes to PJM’s business rules to accommodate the impact of a market suspension on settlements.
7. Phase 1 of this initiative is solely focused on addressing the lack of market clearing prices utilized in settlements due to a market suspension, and does not include clearing prices associated with forward looking auctions (i.e. FTR and RPM auction prices).

Phase 2 – Identify Other Necessary Changes to PJM Business Rules In the Event of a Market Suspension

1. Identify, examine, and implement any other necessary changes to PJM’s business rules to accommodate the impact of a market suspension.

Expected Deliverables

1. Define what determines a market suspension.
2. Define effective period of a market suspension.
3. Define how settlements are calculated or determined in the event of a market suspension.
4. Determine opportunities for enhanced business rules, including any necessary changes to applicable requirements and deadlines in the event of a market suspension.

Decision-Making Method

Tier 1, consensus (unanimity) on a single proposal (preferred default option)

Stakeholder Group Assignment

MIC

Expected Duration of Work Timeline

For Phase 1, it is estimated this work will take 3 months. For Phase 2, it is estimated this work will take 6 months. It can start in October 2020, or a date as determined by PJM stakeholders.

Start Date	Priority Level	Timing	Meeting Frequency
10/1/2020	<input type="checkbox"/> High <input checked="" type="checkbox"/> Medium <input type="checkbox"/> Low	<input type="checkbox"/> Immediate <input checked="" type="checkbox"/> Near Term <input type="checkbox"/> Far Term	<input type="checkbox"/> Weekly <input checked="" type="checkbox"/> Monthly <input type="checkbox"/> Quarterly

Charter

(check one box)

<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).