

## INTERFACE PRICING POINTS REVIEW

### PROBLEM / OPPORTUNITY STATEMENT

PJM has established a process to review Interface Pricing Points on annual basis. A new section in Manual 11 will memorialize this annual review process.

- In the PJM OA, Schedule 1, Sec 2.6A Interface Prices, “PJM shall from time to time, as appropriate, define and revise Interface Pricing Points for purposes of calculating LMPs for energy exports to or energy imports from external balancing authority areas.”
- The MMU recommends that PJM monitor, and adjust as necessary, the weights applied to the components of the interfaces to ensure that the interface prices reflect ongoing changes in system conditions. The MMU also recommends that PJM review the mappings of external balancing authorities to individual interface pricing points to reflect changes to the impact of the external power source on PJM tie lines as a result of system topology changes. The MMU recommends that this review occur at least annually. (Priority: Low. First reported 2009. Status: Not adopted.)