



2750 Monroe Blvd.
Audubon, PA 19403

October 6, 2021

VIA Electronic Delivery

Commissioner Harold Gray
President, Organization of PJM States, Inc.
861 Silver Lake Blvd.
Dover, DE 19904

Dear President Gray,

Thank you for your correspondence dated September 8, 2021 on behalf of the Organization of PJM States, Inc. (OPSI). I appreciate your acknowledgement of our efforts to advance reform to the Minimum Offer Price Rule. The work to be performed in "Phase 2" of our capacity market reform effort is also of significant importance to PJM.

As to your specific requests, on September 17, PJM Staff presented its views on the development of "Phase 2," which would serve to address the remaining capacity market topics from the PJM Board's April 6, 2021 correspondence. PJM Staff's latest view comports with your request to have the clean procurement discussion occur in the central Resource Adequacy Senior Task Force ("RASTF"), and not move that discussion to another stakeholder venue. The proposed charter for the RASTF also contemplates a date whereby scoping should be complete to address the clean procurement topic. As to your concerns regarding the Quadrennial Review ("QR"), specifically that the work in the RASTF and the QR should not occur in silos, PJM Staff also presented its intent that reporting obligations exist between those venues addressing capacity market related topics.

Finally, PJM Staff revealed a high level work plan on September 28 that is illustrative of how all of the Phase 2 issues can be advanced in tandem, and PJM intends to continue to refine the work plan to further elucidate the format of Phase 2, including timeframes for expected completion of topic evaluation.

Again, I thank you for your correspondence, and we look forward to OPSI's engagement in this important Phase 2 discussion.

Sincerely,

/s/ Manu Asthana

Manu Asthana
President and CEO, PJM Interconnection

cc: PJM Board of Managers