

Tier 1 Compensation MIC Special Session
PJM Conference and Training Center / WebEx
April 16, 2015
1:00 p.m. – 4:00 p.m. EST

Administration

Ms. Lisa Morelli welcomed stakeholders and reviewed the agenda. Ms. Cheryl Mae Velasco called attention to the Anti-trust and Code of Conduct statements and performed roll call. The meeting minutes from the March 17th meeting were approved.

Review Proposed Workplan

Ms. Morelli reviewed the proposed workplan. No requests for changes to the workplan were made.

Education

Mr. Michael Olaleye provided education on the spin max and the spin ramp rate. These parameters are used exclusively to calculate the Tier 1 estimate amount. Mr. Olaleye also provided an overview of the timeline for the opting in and opting out option proposed by PJM. The process would mimic the current timeline for updating the Tier 2 offer, which includes a daily update as well as an hourly update. The opting in and out process would be similar, where the decision to opt in/out for the day would be submitted by 1800 the day before the operating day on the Synchronized Reserve Offers page in eMKT. The daily opt in/out decision may be updated throughout the operating day on the Synchronized Reserve Updates screen in eMKT. The hourly update may be submitted up to one hour prior to the operating hour. By default, resources will be marked as opt in.

Design Component & Solution Option Development

Ms. Velasco reviewed the components and the status quo in the matrix. Any changes from the previous meeting were in bold print. Ms. Rebecca Carroll discussed the changes in further detail. An additional tab in the matrix titled "Component Details" was filled out with an explanation of every component and option in the matrix in response to a request made at the last meeting. Ms. Carroll reviewed the package presented by PJM. Mr. Tom Blair, Monitoring Analytics, reviewed the package presented by the market monitor. Mr. Dave Mabry, on behalf of the PJM Industrial Customer Coalition, presented a new component and solution option to consider the cost of Tier 1 payments when the NSRMCP is greater than zero as part of the reserve market clearing process. Mr. Mabry also presented a package that included this new component and option.

The manual and tariff language that may potentially be affected by the changes proposed in the matrix were identified and posted along with the materials for the meeting. This was in response to a request from members.

Future Agenda Items

- A. Provide additional education, if necessary
- B. Package Development

In Attendance (In Person):

Anders, David	PJM Interconnection, LLC	Not Applicable
Blair, Tom	Monitoring Analytics, LLC	Not Applicable
Borradaile, Michael	PJM Interconnection	None
Brodbeck, John	Potomac Electric Power Company	Electric Distributor
Carroll, Rebecca	PJM Interconnection, LLC	Not Applicable
Fabiano, Janell	PJM Interconnection, LLC	Not Applicable
Fernandez, Ray	PJM Interconnection, LLC	Not Applicable
Foladare, Kenneth	IMG Midstream LLC	Generation Owner
Hagaman, Derek	GT Power Group	Transmission Owner
Hauske, Thomas	PJM Interconnection, LLC	Not Applicable
Johnson, Carl	Customized Energy Solutions, Ltd.*	Not Applicable
Kogut, George	New York Power Authority	Other Supplier
Morelli, Lisa	PJM Interconnection, LLC	Not Applicable
Olaley, Michael	PJM Interconnection, LLC	Not Applicable
Pratzon, David	GT Power Group	Not Applicable
Shah, Vijay	PJM Interconnection, LLC	Not Applicable
Tribulski, Jennifer	PJM Interconnection, LLC	Not Applicable
Velasco, Cheryl Mae	PJM Interconnection, LLC	Not Applicable
Weathers, Brian	PJM Interconnection, LLC	Not Applicable

In Attendance (Teleconference):

Ainspan, Malcolm	Energy Curtailment Specialists, Inc.	Other Supplier
Benchek, Jim	FirstEnergy Solutions Corporation	Transmission Owner
Bolan, Martin	FirstEnergy Solutions Corporation	Transmission Owner
Bonner (ES), Charles	Dominion Virginia Power	Not Applicable
Campbell, Bruce	EnergyConnect, Inc.	Other Supplier
Canter, David	AEP	Transmission Owner
Citrolo, John	PSEG Energy Resources and Trade LLC	Transmission Owner
Coyle, Billy	Dominion Virginia Power	Not Applicable
Coyne, Suzanne	PJM Interconnection, LLC	Not Applicable
Di Iorio, Michelle	PSEG Energy Resources and Trade LLC	Transmission Owner
Dugan, Chuck	East Kentucky Power Cooperative, Inc.	Transmission Owner
Esposito, Patricia	Atlantic Grid Operations A, LLC	Other Supplier
Greening, Michele	PPL EnergyPlus, L.L.C.	Transmission Owner
Griffiths, Dan	Consumer Advocates of PJM States	Not Applicable
Hoatson, Tom	Riverside Generating, LLC	Other Supplier
Hopkins (ES), Sandra	Dominion Virginia Power	Not Applicable
Horstmann, John	Dayton Power & Light Company (The)	Transmission Owner
Hsia, Eric	PJM Interconnection	None
Hyzinski, Tom	PPL EnergyPlus, L.L.C.	Transmission Owner
James, Denise	Dominion Energy Marketing, Inc.	Generation Owner
Jardot, Gina	Essential Power Rock Springs, LLC	Transmission Owner
Kelly, Stephen	Brookfield Energy Marketing LP	Other Supplier
Kingston, Amber	North Carolina Electric Membership Corporation	Electric Distributor

Kolkmann, Dillon	Federal Energy Regulatory Commission	Not Applicable
Lacy, Catharine	Dominion Virginia Power	Not Applicable
LeFevre (ES), Donna	Dominion Virginia Power	Not Applicable
Libbos, Robin	Allegheny Power	Transmission Owner
Lieberman, Steven	Old Dominion Electric Cooperative	Electric Distributor
Mabry, David	McNees Wallace & Nurick LLC	Not Applicable
Mancuso, Melanie	Allegheny Power	Transmission Owner
Markiewicz, Cindy	Allegheny Power	Transmission Owner
Marton, David	FirstEnergy Solutions Corporation	Transmission Owner
Ondayko, Brock	Appalachain Power Company	Transmission Owner
Owens, Christina	North Carolina Electric Membership Corporation	Electric Distributor
Patten, Kevin	Appalachain Power Company	Transmission Owner
Rajan (ES), Abhijit	Dominion Resources	Not Applicable
Sasser, Jonathan	Customized Energy Solutions, Ltd.*	Not Applicable
Scarpignato, Dave	Calpine Energy Services, L.P.	Generation Owner
Slade, Louis	Virginia Electric & Power Company	Transmission Owner
Stadelmeyer, Rebecca	Exelon Business Services Company, LLC	Transmission Owner
Summers, Theodore	PSEG Energy Resources and Trade LLC	Transmission Owner
Weghorst (pplep), Bradley	PPL EnergyPlus, L.L.C.	Transmission Owner
Yu, Joel	Rockland Electric Company	Transmission Owner
Ford, Adrien	PJM Interconnection, LLC	Not Applicable
Haller, Donna	Dominion Virginia Power	Not Applicable
Hart, Ronald	Dominion Virginia Power	Not Applicable
Linson-Rubio, Rhodora	Dominion Virginia Power	Not Applicable
Philips, Marji	Direct Energy Business, LLC	Transmission Owner
Rutigliano, Tom	Demansys Energy, LLC	Other Supplier
Tew, Linda	Dominion Virginia Power	Not Applicable
Thurston, Mark	Dominion Virginia Power	Not Applicable
Weiss, Glenn	PJM Interconnection, LLC	Not Applicable
Wisersky, Megan	Madison Gas & Electric Co.	Other Supplier

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