

Markets & Reliability Committee

Webex Only

August 25, 2021

9:00 a.m. – 1:20 p.m. EPT

Administration

Stu Bresler and Dave Anders welcomed stakeholders and provided the Anti-trust, Code of Conduct, and Meeting Participation announcements.

Consent Agenda

Items A through G (excepting Manual 11 revisions originally included in Consent Agenda item E) were **approved/endorsed** by acclamation with no objections or abstentions:

- A. Minutes of the July 28, 2021 meeting of the Markets and Reliability Committee (MRC).
- B. Proposed revisions to Manual 03A: Energy Management System (EMS) Model Updates and Quality Assurance (QA) resulting from its periodic cover-to-cover review.
- C. Proposed revisions to Manual 6: Financial Transmission Rights resulting from its periodic cover-to-cover review.
- D. Proposed revisions to Manual 11: Energy & Ancillary Services Market Operations addressing Five Minute Long Term Changes and Transparency.
[Issue Tracking: Five Minute Dispatch and Pricing](#)
- E. Proposed revisions to Manual 18: PJM Capacity Market and Manual 28: Operating Agreement Accounting to address the implementation of Fast Start Pricing. Note that proposed revisions to Manual 11: Energy & Ancillary Services Market Operations were removed from the Consent Agenda for separate consideration at the request of Greg Poulos, CAPS. The proposed revisions to Manual 11: Energy & Ancillary Services Market Operations to address the implementation of Fast Start Pricing were added to the beginning of the Endorsement section of the agenda as item X.
- F. Proposed revisions to Manual 20: PJM Resource Adequacy Analysis resulting from its periodic cover-to-cover review.
- G. Proposed revisions to Manual 28: Operating Agreement Accounting resulting from its periodic cover-to-cover review.

Endorsements

X. Manual 11: Energy & Ancillary Services Market Operations – Implementation of Fast Start Pricing

Greg Poulos, CAPS, requested removal of Manual 11: Energy & Ancillary Services Market Operations to address the implementation of Fast Start Pricing to facilitate a separate vote. Greg Poulos, on

behalf of the New Jersey Division of Rate Counsel, moved and Erik Heinle, Office of the People's Counsel for the District of Columbia, seconded deferring vote on the proposed revisions to the September 29, 2021 MRC meeting. The motion to defer **failed** in a sector-weighted vote with 2.08 in favor. Following discussion, the proposed revisions were **endorsed** in a sector-weighted vote with 3.41 in favor.

1. Uniform Cure Periods

Steve Pincus reviewed a proposed solution to make cure periods uniform across the Tariff and OA. Following discussion, the committee **endorsed** the proposed revisions by acclamation with no objections or abstentions.

[Issue Tracking: Uniform Cure Periods](#)

2. Working Credit Limit Definitions

Jessica Troiano reviewed a proposed solution to make definitions of working credit limits uniform across the Tariff. Following discussion, the committee **endorsed** the proposed revisions by acclamation with no objections or abstentions.

[Issue Tracking: Working Credit Limit](#)

First Readings

3. Energy Price Formation Charter

Susan Kenney reviewed proposed revisions to the EPFSTF Charter. The committee will be asked to approve the proposed Charter at its next meeting (note that the posted agenda for this meeting was updated to reference MRC approval vs. endorsement).

[Issue Tracking: Operating Reserve Demand Curve & Transmission Constraint Penalty Factors](#)

4. Initial Margining Solution

A. Michele Greening provided an update on the activities of the Financial Risk Mitigation Senior Task Force (FRMSTF).

B. Eric Endress reviewed a proposed solution endorsed by the FRMSTF to address rules related to initial margining.

The committee will be asked to endorse the proposed solution and Tariff revisions at its next meeting.

[Issue Tracking: Financial Risk Mitigation](#)

5. Natural Gas and Electric Markets Issue Charge

Jim Davis, Dominion Energy, reviewed a Problem Statement and Issue Charge related to natural gas and electric market coordination. The committee will be asked to endorse the proposed Issue Charge at its next meeting.

6. Market Suspension

Stefan Starkov reviewed a proposed solution to address rules related to market suspension. The committee may be asked to endorse/approve the proposed solution and Tariff and OA revisions at its next meeting.

[Issue Tracking: Rules Related to Market Suspension](#)

7. Regional Transmission and Energy Scheduling Practices Revisions

Chris Pacella provided a first read of revisions to the Regional Transmission and Energy Scheduling Practices document. The committee will be asked to endorse the revisions at its next meeting.

Informational Reports

8. Overview of Relevant Provisions of US Senate-Passed Infrastructure Legislation

Craig Glazer provided a brief overview of those provisions of the recently passed Senate infrastructure legislation that are most relevant to the PJM community and PJM's communications re: portions of that legislation.

9. FERC Requested Remand of its Order Approving PJM's Reserve Pricing Proposal

Craig Glazer provided an informational report regarding FERC's recent request to the Court of Appeals seeking remand of its Order approving PJM's Reserve Pricing Proposal in FERC Docket No. EL19-58, ER 19-1486.

10. Fuel Security Informational Report

Tom Falin provided an informational report regarding fuel security analysis.

11. Black Start Tariff, Schedule 6A Filing Order

Steve Pincus provided an overview of the Black Start Tariff, Schedule 6A Filing Order and related compliance obligation.

Informational Posting Only

12. PJM Manual 03 Attachment E Automatic Sectionalizing Schemes

The PJM Manual 03 Attachment E Automatic Sectionalizing Schemes Pending Approval and Recent Changes document has been posted as an Information Only item to the August MRC meeting website.

Future Agenda Items

No new future agenda items were identified.

Future Meeting Dates and Materials			Materials Due to Secretary	Materials Published
Date	Time	Location		
September 29, 2021	9:00 a.m.	WebEx	September 17, 2021	September 22, 2021
October 20, 2021	9:00 a.m.	WebEx	October 8, 2021	October 13, 2021
November 17, 2021	9:00 a.m.	WebEx	November 5, 2021	November 10, 2021
December 15, 2021	9:00 a.m.	WebEx	December 3, 2021	December 8, 2021

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