

Inter-Regional Coordination Update

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Market Implementation Committee

November 7, 2014



MISO and PJM began hosting a series of Joint Stakeholder Meetings July 16, 2012 to continue discussions on seams issues. The most recent Joint Stakeholder meeting was held on September 10, 2014. The purposes of these meetings are to:

- Identify the most critical seams issues to be addressed
- Establish the priority for addressing the issues identified
- Establish the framework for issue resolution



The next Joint Stakeholder meeting will be hosted by MISO on November 10, 2014 at MISO's Offices in Carmel, IN

 Meeting materials will be posted approximately one week in advance at the <u>PJM/MISO Joint and</u> <u>Common Market Initiative</u> as well as the <u>Joint and</u> <u>Common Market</u> websites



Planning Issues

- Cross Border Planning Projects
- Capacity Deliverability
- Queue Coordination

Market Issues

- Modeling of Ontario-ITC PARs in M2M Process
- Freeze Date Alternatives
- Use of Commercial Flow in M2M Process
- Interface Pricing
- Interchange Optimization

Administrative

- Update on M2M Settlement Adjustments
- Issue Status



The objective of Coordinated Transaction Scheduling (CTS) is to improve interchange scheduling efficiency

- Efforts are underway to finalize CTS development and testing efforts remain on schedule
- Final compliance filing submitted to FERC on October 16
- Implementation date November 4, 2014
- Implementation date for Export Credit Check November 3, 2014



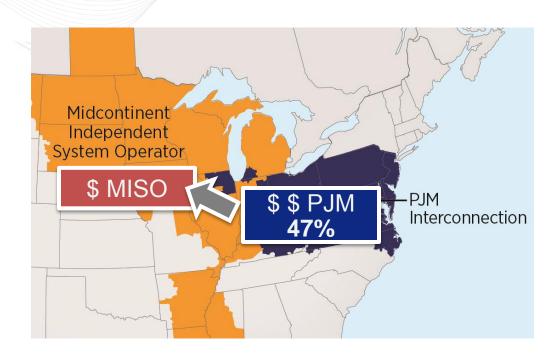
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MISO-PJM Interchange Optimization

The objective of Coordinated Transaction Scheduling (CTS) is to improve interchange scheduling efficiency

- MISO and PJM are currently developing an interchange optimization proposal for stakeholder consideration
- The third Joint Stakeholder Meeting will be held November 11, 2014 at MISO's Offices in Carmel
- Materials will be available a few days prior to November 11.



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PJM Interregional Planning Update

Ongoing Studies

- •The Joint RTO Planning Committee has began a review of the recently concluded PJM/MISO Joint Planning Study to determine if metric and process changes are needed. This review began with a WebEx session on September 11 with plans for two in-person meetings. The first in-person meeting was held at PJM on October 2 to review the PJM and MISO planning processes. The second in-person meeting was held at MISO on October 24 to begin assembling stakeholder input. Additional meetings will be scheduled as needed. Planning efforts for a parallel process to review current and projected congestion issues is also underway on the PJM-MISO interface.
- •The joint reliability and economic study requested by the North Carolina Utility Commission to evaluate MISO capacity clearing in the PJM Capacity Market continues. Study parties have completed reliability analysis. The impacts are currently under review and report preparation is in progress. The economic impact analysis is underway. Weekly coordination calls continue.
- •PJM continues to support SERC study group activities. Databank updates including short circuit and stability data are being developed.
- •The EIPC conducted a stakeholder WebEx on September 9 to review the updated analysis results of the 2023 system study and final assumptions for the Heat and Drought scenario. Final reports on the completed work are being prepared. The Heat and Drought Scenario analysis is underway. Another stakeholder WebEx is anticipated at a date to be determined in November. Planning efforts for the next two-year work plan are also under way.