Draft Notes
PJM Interconnection
Cost Development Subcommittee (276th Meeting)
PJM Conference & Training Center
Monday October 15, 2012
10:00 AM

1. **ADMINISTRATION**

Mr. Schmitt reviewed the Antitrust, Code of Conduct, and Media Participation Policy. Ms. Walter did a roll call.

CDS endorsed the minutes from the 275th CDS held on September 10, 2012.

CDS endorsed the Agenda for the 276th CDS.

Mr. Schmitt, PJM, will reviewed the status of pending updates to Manual 15 and reminded participants that the next meeting was moved to November 12, 2012. Mr. Schmitt also noted that the Stakeholder Process Meeting being held on October 22, 2012 is expected to discuss voting procedures at subcommittees for those groups that report to senior level committees.

2. **DEMAND RESPONSE (DR) SHUTDOWN COSTS ISSUE TRACKING**

Ms. Walter, PJM, reviewed the survey results. After discussion, CDS members requested that PJM develop a solution package and manual language with DSR shutdown costs default at zero and manual language explaining an exception process consistent with existing exception processes in Manual 15.

3. **WIND COST OFFERS: UNITS NOT ADDRESSED IN MANUAL 15 ISSUE TRACKING**

Ms. Walter, PJM, presented drafted manual language for wind unit cost offers derived from the solution package endorsed by CDS at the October meeting. After some changes for clarity CDS endorsed the manual language with no objections. The full package of manual language for unit types not addressed in Manual 15 will be sent to the MRC for approval.

4. **ALLOCATION OF REGULATION COST BASED OFFERS**

Dr. Haas, MMU, presented a problem statement about cost offers for regulation and the new Performance Based Regulation market structure. CDS endorsed taking up the problem statement with 31 in favor, 2 against and no abstentions.

5. **CYCLIC PEAKING FACTORS (1:00 – 2:00) ISSUE TRACKING**

Mr. Hauske, PJM, presented educational information on this topic. The CDS then went on to identify interests related to this issue. Discussion will continue next meeting with identification of design components.

6. **FUTURE TOPICS**

Fuel Cost Problem
7. **FUTURE MEETINGS**

Monday, **November 12**, 2012  
10:00 am until 3:00 pm  
PJM CTC

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