Minutes
PJM Interconnection
Cost Development Subcommittee (277th Meeting)
PJM Conference & Training Center
Monday November 12, 2012

Members in Attendance:
Schmitt, Jeff (Chair)  PJM Interconnection  Not Applicable
Walter, Laura (Secretary)  PJM Interconnection  Not Applicable

Also in attendance:
Dugan, William  Monitoring Analytics, LLC  Not Applicable
Covino, Susan  PJM Interconnection  Not Applicable
Zadlo, Tom  PJM Interconnection  Not Applicable
Hauske, Thomas  PJM Interconnection, LLC  Not Applicable
Pratzon, David  GT Power Group  Other

Attended via Teleconference / WebEx:
Ondayko, Brock  Appalachain Power Company (AEP)  Transmission Owner
DeMoen, Susan  Appalachian Power Company (AEP Generation)  Transmission Owner
Bloom, David  Baltimore Gas and Electric Company  Transmission Owner
Filomena, Guy  Customized Energy Solutions, Ltd.*  Not Applicable
Horstmann, John  Dayton Power & Light Company (The)  Transmission Owner
Jennings, Kenneth  Duke Energy Business Services LLC  Generation Owner
Stadelmeyer, Rebecca  Exelon Generation Co., LLC  Transmission Owner
Hoag, Rich  FirstEnergy Solutions Corp.  Transmission Owner
Mabry, David  McNees Wallace & Nurick LLC  Transmission Owner
Sandherr, Robert  PPL EnergyPlus, L.L.C.  Transmission Owner
Lopez, Johnny  Public Service Electric & Gas Company  Transmission Owner
Nobile, Joe  Richland-Stryker Generation LLC  Generation Owner
Celespie, Casey  unknown  unknown

1. ADMINISTRATION

Mr. Schmitt, PJM, reviewed the Antitrust, Code of Conduct, Media Participation Policy and performed the roll call. CDS endorsed the minutes from the 276th CDS held on October 15, 2012 and the Agenda for the 277th meeting.

Mr. Schmitt informed the Subcommittee that Manual 15 updates for immature units and CT and CC overhaul cost recovery were approved and became effective November 1, 2012. Updated Manual language for units not included in Manual 15 will go for a first read to the November Markets and Reliability Committee.
PJM also noted that based on discussion at a recent Stakeholder Process Forum, a change will likely be enacted in the future wherein CDS would begin to vote on issues in order to address an inconsistency in the stakeholder process.

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

Ms. Walter, PJM, presented manual language with DSR shutdown costs default at zero and manual language explaining an exception process consistent with existing exception processes in Manual 15. The MMU suggested the addition of including start costs for behind the meter generation but there was concern from some stakeholders that this was beyond the scope of what was discussed and consensus reached on October 15, 2012. CDS approved the manual language as posted by acclamation.

3. **ALLOCATION OF REGULATION COST BASED OFFERS** [ISSUE TRACKING](#)

Ms. Walter, PJM, reviewed the education document. CDS members identified interests, and began developing solution criteria.

4. **CYCLIC PEAKING FACTORS** [ISSUE TRACKING](#)

Mr. Hauske, PJM, reviewed the survey results. The CDS members identified interests, developed design components, and started development of the solution matrix.

5. **FUTURE TOPICS (1:00 – 1:05)**

Unrecovered Fuel Cost: Issue Tracking

6. **PROPOSED FUTURE MEETING DATES (1:05 – 1:10)**

The meeting dates below were established for 2013 CDS meetings:

- Monday, January 7, 2013 10:00 am until 3:00 pm   PJM CTC
- Friday, February 8, 2013 10:00 am until 3:00 pm   PJM CTC
- Monday, March 4, 2013 10:00 am until 3:00 pm   PJM CTC
- Monday, April 1, 2013 10:00 am until 3:00 pm   PJM CTC
- Monday, May 6, 2013 10:00 am until 3:00 pm   PJM CTC
- Monday, June 3, 2013 10:00 am until 3:00 pm   PJM CTC
- Monday, July 15, 2013 10:00 am until 3:00 pm   PJM CTC
- Monday, September 9, 2013 10:00 am until 3:00 pm   PJM CTC
- Monday, October 7, 2013 10:00 am until 3:00 pm   PJM CTC
- Monday, November 4, 2013 10:00 am until 3:00 pm   PJM CTC

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