



DRAFT Meeting Minutes
PJM Interconnection
Black Start Service Working Group Meeting
Meeting / Conference Call / WEBEX
January 19, 2010
1:00 P.M. EST

Members Present:

David Pratzon	Exelon Generation Co., LLC
Howard Haas	Monitoring Analytics
Mike Bryson, Chair	PJM Interconnection
David Schweizer, Secretary	PJM Interconnection
Scott Benner	PJM Interconnection
Harry Dessender	PJM Interconnection
Rob Eckenrod	PJM Interconnection
Liem Hoang	PJM Interconnection

Members Present via Conference Call:

Stacey Harmon	Baltimore Gas and Electric Company
Eric Yeh	Baltimore Gas and Electric Company
Jeff Whitehead	Customized Energy Solutions, Ltd.
Louis Slade	Virginia Electric & Power Company
Mark Garza	First Energy
Richard Hoag	First Energy Solutions Corp.
Gary Pleiss	Jersey Central Power & Light Company
Hal Seigrist	Mirant Potomac River, LLC
Ray Mammarella	PPL Electric Utilities
Rod Miller	PPL Generation, LLC
Ted Summers	PSEG Energy Resources and Trading, LLC

1. ADMINISTRATION

- A. BSSWG approved agenda for this meeting.
- B. BSSWG approved notes from 12/15/09 meeting.



2. MIC UPDATE:

- A. Mr. Bryson reviewed discussion from 1/12/10 MIC Meeting related to approval of revised BSSWG Charter:

Revised Charter (from 1/12/10 MIC):

RESPONSIBILITIES

1. *Discuss and recommend consensus solutions to MIC Assignments which include:*
 - a) *Explore proposals for unit owners to use the energy capability of units in the Formula rate*
 - b) *Explore proposals to allow for an annual Automated Formula Rate Adjustments for CONE through PJM settlements (rather than a resubmission)*
 - c) *Explore proposal to make CIP Costs – Additive to Existing rates in a matter which address FERC concerns raised in order*
 - d) *Explore proposals to review tariff language for 2 year rolling commitments and propose appropriate changes which address FERC concerns presented in order*
 - e) *Explore proposal to eliminate Accelerated CRF refund for FERC rates (which addresses FERC concerns in order)*
2. *The working group should complete a focused review of the above items by June 2010.*

3. WORK ON REVISED CHARTER ITEMS:

A. Discussion Items:

1. Overview discussion on prioritization of items 1a-e above. Alignment that items 1d and 1e will be the most challenging to address because FERC already weighed in on these.
2. Majority of discussion focused on the use of annual Automated Formula Rate Adjustments for CONE through PJM settlements, rather than a resubmission, per item 1b above. This approach seems feasible although the details need to be worked out.
 - a. Action: PJM to research whether there is a tariff issue using annual Automated Formula Rate Adjustments for CONE through PJM settlements, rather than a resubmission, and draft process mechanism for implementation.
3. Initiated discussions on the use of energy capability of units in the Formula rate (item 1a), making CIP costs additive to existing rates (item 1c), 2 year rolling commitments (item 1d), and elimination of accelerated CRF refund for FERC rates (item 1e).



- a. **1a:** Use of energy capability of units in the Formula rate
- b. **1c:** Making CIP costs additive to existing rates
 - 1. Action: PJM and Mirant to look correlation of CIR tracking to Blackstart critical load table, along with correlation to RPM.
- c. **1d:** 2 year rolling commitments
- d. **1e:** Elimination of accelerated CRF refund for FERC rates
 - 1. Action: BSSWG to investigate if CRF table addresses difference between capital recovery for traditional capital costs vs. CIP costs (ie. difference in depreciation times of software vs. physical assets)?

4. FUTURE MEETINGS:

- A. BSSWG will meet monthly to achieve completion of revised charter by June, 2010, and target 7/22/10 MIC to review results.
- B. Next meeting - after the 2/16/10 OC meeting.
- C. Subsequent meetings:
 - 3/16/10 (after OC Meeting)
 - 4/20/10 (after OC Meeting)
 - 5/18/10 (after OC Meeting)
 - 6/15/10 (after OC Meeting)

<http://www.pjm.com/committees/meeting-advisor.html>

Author: David Schweizer
Typist: David Schweizer
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