

Meeting Minutes PJM Interconnection

Energy Storage Resources in RPM Discussion

PJM Conference and Training Center

Valley Forge, PA July 2, 2014 9:00 AM - 12:00 PM

Members Present:

Tom Rutigliano Achieving Equilibrium LLC

David Canter AEP

Mark Smith AEP Energy Partners, Inc. (AEP Retail)

Praveen Kathpal AES Energy Storage, LLC
Takis Laios American Electric Power
Chris Norton American Municipal Power, Inc.

Gary Fuerst American Transmission Systems, Inc.

Kevin Patten Appalachian Power Company
Brock Ondayko Appalachian Power Company
John Fernandes Baltimore Gas and Electric
Joseph Kerecman Calpine Energy Services, L.P.

Stewart Harris Carmen Group

Rehan Gilani ConEdison Energy, Inc.

Guy Filomena Customized Energy Solutions, Ltd.
Bill Dugan Customized Energy Solutions, Ltd.
Carl Johnson Customized Energy Solutions, Ltd.
Judith Judson McQueeney Customized Energy Solutions, Ltd.
John Horstmann Dayton Power & Light Company
John Farber DE Public Service Commission
Steve Steffel Delmarva Power & Light Company

Andrea Maucher Division of the Public Advocate of the State of Delaware

Catharine Lacy Dominion Virginia Power

Nancy Connelly Duke Energy
Jeff Gates Duke Energy

Kenneth Jennings Duke Energy Business Services LLC Spencer Hanes Duke Energy Business Services LLC

Jason Cox Dynegy Power Marketing, Inc.
Katherine Hamilton Energy Storage Association

Melanie Sanders Exelon Business Services Company, LLC

Grant Marchewka FirstEnergy Corporation



Evan Dean FirstEnergy Corporation

Martin BolanFirstEnergy Solutions CorporationDavid MartonFirstEnergy Solutions CorporationJim BencheckFirstEnergy Solutions Corporation

David Pratzon GT Power Group
John Webster Icetec.com, Inc.
Kenneth Foladare IMG Midstream LLC

Alex Ma Invenergy

Robert O'Connell JPMorgan Ventures Energy Corporation

Kevin Dean McNees Wallace & Nurick LLC Howard Haas Monitoring Analytics, LLC

Mariann Wilczek New York ISO

George Kogut New York Power Authority

Fred Heizer Ohio PUC

Greg Carmean Organization of PJM States, Inc. (OPSI)

William Kouam Kamwa Other

John Brodbeck Potomac Electric Power Company

Tom Hyzinski PPL EnergyPlus, L.L.C.

John Citrolo PSEG Energy Resources and Trade LLC Frank Czigler Public Service Electric & Gas Company

Tom Hoatson Riverside Generating, LLC

Steven Lichtin Stasis Energy, LLC

Louis Slade Virginia Electric & Power Company

PJM Staff Present:

Michael Herman, Facilitator PJM Interconnection, LLC Bhavana Keshavamurthy PJM Interconnection, LLC **Dave Pomian** PJM Interconnection, LLC **David Schweizer** PJM Interconnection, LLC Doug MacGibbon PJM Interconnection, LLC PJM Interconnection, LLC Janell Fabiano Jeffrey Bastian PJM Interconnection, LLC Jennifer Tribulski PJM Interconnection, LLC Jerry Bell PJM Interconnection, LLC Jonathan Sasser PJM Interconnection, LLC Joseph Ciabattoni PJM Interconnection, LLC Keyur Patel PJM Interconnection, LLC Michael Olaleye PJM Interconnection, LLC Michael Ward PJM Interconnection, LLC Murty Bhavaraju PJM Interconnection, LLC Paul Scheidecker PJM Interconnection, LLC



Scott Baker PJM Interconnection, LLC
Stanley Williams PJM Interconnection, LLC
Stanley Williams PJM Interconnection, LLC
Tom Falin PJM Interconnection, LLC
Tom Hauske PJM Interconnection, LLC
Jason Quevada, Secretary PJM Interconnection, LLC

1. ADMINISTRATION

Mr. Herman called the meeting to order and then asked Mr. Quevada to call the roll. Mr. Herman then asked for additional items for the agenda, and there were no suggestions.

2. DISCUSS TARGETED WORK PLAN

Mr. Herman reviewed a targeted work plan for the discussion. The plan has moved to bi-monthly meetings until August 2014, leaving time for any recommended proposal to be implemented in advance of the May 2015 Base Residual Auction.

3. EDUCATION/ACTION ITEMS

PJM provided education and led discussions on topics as listed in the meeting's agenda. Education will be on-going as requested by the members for future meetings.

4. ESA PRESENTATION (10:20-10:50)

Energy Storage Association led a presentation on "Valuing Storage in the PJM Capacity Market (RPM)"

5. OPTIONS MATRIX

PJM continued gathering design components from the members, and will continue to solicit further design components in future meetings. PJM will make available the updated design component matrix on the meeting's website. PJM will also be polling the members to solicit their input in future meetings.

6. ACTION ITEMS

Through discussion, several action items (and questions) were identified for PJM to discuss in future meetings:

- PJM will lead a discussion on the question: How are advanced energy storage resources treated in NYISO,
 CAISO and other entities, specifically with respect to time capability and other design components in our Matrix?
- PJM will lead a discussion on considering the topic of allowing energy storage resources to collocate with intermittent resources and provide capacity as one unit under this problem statement
- Should the following discussion be taken up at the OC: "If a unit schedules 5 starts in a given week and uses all
 of those up by Wednesday, are they forced to take an outage?"
- Should Run of River Hydro resources have their ICAP limited? Is this item within the scope of this Problem Statement



- PJM Should validate the analysis performed by ESA regarding the 20 Coincident peaks, the 3.3 MWh, and the
 effective load carrying capability
- The Representation of Status Quo in the Matrix may need adjusting: Maybe two Status quo columns, 1 for Energy Storage Resources in RPM currently (IE N/A) and another for how batteries are treated now and/or how other units in RPM are treated
- Where is the topic of Pumped Storage maximum power output over 1 hour referred to in PJM manuals
- Can PJM provide education on Metering/Telemetry requirements?
- What is the status quo of the Make Resource Available design component/How will the interconnection process (and determination of rating) work for Energy Storage Resources?

7. FUTURE MEETINGS

July 23, 2014	9:00am – 1:00pm	Webinar/CTC, Norristown, PA
August 15, 2015	9:00am – 1:00pm	Webinar/CTC, Norristown, PA
August 29, 2015	9:00am – 1:00pm	Webinar/CTC, Norristown, PA

Author: Jason Quevada, PJM Draft: 7/7/2014 Final: 7/23/2014 CERA: 2874771