



DRAFT MEETING MINUTES
PJM Interconnection
Credit Subcommittee (CS)
Conference Call
March 4, 2014
9:30 a.m. – 11:30 a.m.

Participants attending/on Teleconference:

Loomis	Harold	Chair – PJM
Baloun	Jim	Commonwealth Edison Company
Bleiweis	Bruce	DC Energy LLC
Brooks	Courtney	Consolidated Edison Company of NY
Bucci	Cindy	Southern Maryland Electric Cooperative
Cink	Cait	Alliant Energy Corporate Services, Inc.
Daugherty	Suzanne	PJM
DeNavas	Joe	Potomac Electric Power Company
Everngam	Scott	The Federal Energy Regulatory Commission
Filomena	Guy	Customized Energy Solutions, Ltd.
Gorman	Kevin	Highlands Energy Group LLC (The)
Groff	Lisa	Appalachian Power Company
Hayik	Seth	Monitoring Analytics, LLC
Holler	Mark	Tenaska Power Services Co.
Johnson	Carl	Customized Energy Solutions, Ltd.
Kennedy	Beth	Southern Maryland Electric Cooperative
Knies	Heather	LM Power, LLC
Lee	George	BJ Energy, LLC
Malik	Farhad	PJM
McGinnis	Ericka	Duke Energy Commercial Asset Management, Inc.
Million	Mark	PJM
Nicolay	Christi	Macquarie Energy LLC
Niemeyer	Jay	PJM
Quinn	Brett	Exelon Generation Co., LLC
Rentko	Marc	American Municipal Power, Inc.
Rutigiano	Tom	EMC Development Company
Shparber	Steve	PJM
Sidhom	Noha	Inertia Power I, LLC
Sims	Tom	FirstEnergy Solutions Corporation



Skucas	Ruta	Pierce Atwood
Staska	Stephanie	Twin Cities Power, LLC
Tao	Jonathan	Consolidated Edison Energy, Inc.
Wallace	Casandra	Energy Authority, Inc. (The)
Ynaya	Mariel	PPL Energy Plus, LLC

1. ADMINISTRATION

The Subcommittee approved the minutes of the February 4, 2014 meeting by acclamation with no objections and no abstentions.

2. INC/DEC ANALYSIS

Hal Loomis of PJM provided an updated presentation of the INC/DEC analysis. He stated that the data showed no significant differences among the types of members which had credit shortfalls greater than \$50,000 from June 2012 through December 2013. After discussion of possible further analysis, PJM indicated that this topic, along with potential credit enhancements, will be on a member survey after the April 4 Credit Subcommittee meeting to determine member priorities for credit issues.

3. FTR COUNTERFLOW CREDIT REQUIREMENT PROBLEM STATEMENT

Mr. Loomis presented the FTR counterflow credit requirement problem statement which was approved by the members. He stated that the issue charge would be presented at the next meeting on April 4.

4. TARIFF LANGUAGE CHANGES

Mr. Loomis gave an update on the status of the tariff language changes for CTS/Export Credit and Credit Available for Virtual Transactions.

5. UPDATE ON JANUARY 2014 UNRESOLVED DEFAULTS AND DISCUSSION OF POTENTIAL CREDIT POLICY ENHANCEMENTS

Ms. Daugherty made a presentation on the January 2014 defaults and potential credit policy enhancements that have been suggested to minimize future defaults. For the volume bandwidth enhancement, members requested that PJM compare the January peaks with historical peaks. For the reduction in the cure period for collateral and payment



breaches from two days to one day, some members suggested two days for collateral and one day for payment. Some members suggested that members without unsecured credit to be allowed to make prepayments to reduce peaks for PMA purposes. Members were asked to send in any other enhancement suggestions.

6. FUTURE AGENDA ITEMS

7. NEXT MEETING

April 4, 2014

1:30 – 4:00 pm

Teleconference

Author: Mark Million
DM#: 778476 v2