

Board of Managers Meeting Minutes

October 15, 2024

A meeting of the Board of Managers (Board) of PJM Interconnection, L.L.C. (PJM) was convened via MS Teams at approximately noon on October 15, 2024.

The following Board members were present constituting a quorum:

- Manu Asthana, President & Chief Executive Officer (ex officio)
- Mark Takahashi, Chair
- Terry Blackwell
- Paula Conboy (joined at approximately 12:20 p.m.)
- Jeanine Johnson
- Margo Loebl
- David Mills
- Dean Oskvig
- Charles Robinson
- Vickie VanZandt

Present for the meeting, or a portion of the meeting, were the following PJM personnel:

- Andrew Bechta, Sr. Manager, Market Risk
- Mike Bryson, Sr. Vice President – Operations
- Stu Bresler, Executive Vice President, Market Services and Strategy
- Carl Coscia, Vice President, Chief Risk Officer
- Lisa Drauschak, Sr. Vice President, Chief Financial Officer and Treasurer
- Jill Gates, Sr. Lead Policy Advisor, State Government Relations
- Asim Haque, Sr. Vice President – Governmental & Member Services
- Adam Keech, Vice President – Market Design & Economics
- Aftab Khan, Executive Vice President, Operations, Planning & Security
- Chen Lu, Associate General Counsel
- Steve McElwee, Vice President, Chief Security Officer
- Paul McGlynn, Vice President – Planning
- Tom O'Brien, Sr. Vice President, Chief Information Officer

- Chris O'Hara, Sr. Vice President, General Counsel
- Evelyn Robinson, Director, State Government Relations
- Ricardo Rodriguez, Executive Director – Internal Audit
- Lisa Salmon, Executive Assistant to the President & PJM Board
- Jason Stanek, Executive Director, Governmental Services
- Jen Tribulski, Executive Director, Member Services
- Nora Swimm, Sr. Vice President – Corporate Client Services

2025 Budget Targets

- Lisa Drauschak reviewed the Board materials on the 2025 PJM Interconnection, L.L.C. budget, including the financial assumptions and key budget drivers.

Upon a motion duly made, seconded and unanimously adopted, the Board approved the 2025 PJM Interconnection, LLC budget (Attachment A).

Chen Lu and Jen Tribulski joined at 12:35 p.m.

Resource Adequacy

- Stu Bresler led a high-level overview of the direction of Resource Adequacy, including PJM actions to date on the RMR complaint and a summary of PJM's response to the complaint. Bresler then reviewed the background of the plan to seek a delay to the 2026/2027 Base Residual Auction (BRA), as well as the following two auctions.

Upon a motion duly made, seconded and unanimously adopted, the Board approved to file a motion/waiver requesting a delay in 2026/2027 auction (as well as the two subsequent auctions), indicating that a Section 205 filing is under development, and that PJM plans to execute the BRA 2025 in June contingent upon prompt FERC action on that 205 filing.

- Bresler also provided a brief update on the Market Power Inquiries and analyses being pursued by PJM and the IMM.

Charles Robinson exited at 1:15 p.m.

Lu and Tribulski exited at 1:45 p.m.

Jill Gates and Evelyn Robinson joined at 1:45 p.m.

Executive Session

The Board met in Executive Session.

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Gates and E. Robinson exited at 2:38 p.m.

Andrew Bechta joined at 2:40 p.m. and C. Robinson rejoined at 3 p.m.

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The Board adjourned at approximately 3:45 p.m.

Respectfully submitted,

Lisa Salmon
Assistant Secretary

Proposed Resolution for the Meeting of the PJM Board of Managers

Approval of 2025 Net Operating Expense and Capital Budgets and Federal Energy Regulatory Commission (FERC) Fee Service Category Rate

October 15, 2024

WHEREAS, Amended and Restated Operating Agreement of PJM Interconnection, L.L.C., section 7.5.2 provides that the PJM Board of Managers (Board) is responsible for approving PJM's annual operating and capital budgets;

WHEREAS, by letter dated September 26, 2024, the PJM Finance Committee has recommended that the Board approve a 2025 net operating expense budget in the amount of \$400 million, a 2025 capital budget in the amount of \$50 million, and a 2025 FERC fee service category rate of \$0.1239 per megawatt hour of load served;

WHEREAS, the Board has reviewed the components of the proposed 2025 net operating expense and capital budgets and the FERC fee service category rate presented to the PJM Finance Committee; and

WHEREAS, the Board has carefully considered the PJM Finance Committee advice and recommendations and agrees that the budgets and FERC fee service category rate should be approved as proposed.

NOW, THEREFORE, BE IT RESOLVED, that the Board hereby approves a 2025 net operating expense budget of \$400 million, a 2025 capital budget of \$50 million, and a 2025 FERC fee service category rate of \$0.1239 per megawatt hour of load served to be effective January 1, 2025.