



PJM Interconnection, LLC
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December 23, 2024

Re: Other Supplier Sector Meeting

Dear Members,

As you may be aware, the PJM Board has agreed to conduct closed session meetings between representatives of the PJM Board and each individual sector in an effort to foster elevated and strategic communications. To this end, at 1 p.m. on November 13, 2024, independent PJM Board members Dean Oskvig, Terry Blackwell, and Mark Takahashi, and Executive Vice President, Market Services and Strategy, Stu Bresler in the capacity of President & CEO delegate met with executive leadership and other representatives from the Other Supplier Sector. See Attachment A (the "Participants"). PJM Director of Stakeholder Affairs, David Anders, was permitted to attend remotely.

At the outset of the meeting, PJM's General Counsel Chris O'Hara reminded attendees of the following principles governing the meeting:

1. The meeting is conducted in accordance with PJM's Antitrust Policy and Codes of Conduct, including specifically the Addendum to the Board Code of Conduct;
2. The purpose of the meeting is for the Board representatives to listen to comments from the sector, and any comments from a Board member express the views of that Board member, as no single Board member speaks for the Board;
3. Discussions will be confined to the agenda and remain at a strategic and educational level, and shall not address matters pending before the Board and were cautioned not to discuss the particulars of PJM's ongoing market reforms or Reliability Resource Initiative ("RRI"); and
4. The meeting is ex parte, and PJM will disclose briefly, by public posting on its website, the agenda and topics discussed promptly following the meeting.

Meeting Agenda Topics and Summary of Discussion:

1. Surplus Interconnection Service – The Participants urged PJM to revisit the manner in which it studies surplus interconnection service requests, because PJM's study methodology is overly conservative and negatively impacts the addition of storage to intermittent resources. The Participants referenced MISO's and SPP's approaches as possible alternatives. The Participants highlighted the potential role of surplus interconnection service to meet PJM's growing resource adequacy needs and reduce the need for measures such as the RRI proposal. During the discussion on this agenda item, Chris O'Hara reminded the Participants to keep their comments at a strategic level and refrain from addressing the particulars of the RRI matter pending before the Board.
2. Is the market investable? – The Participants expressed concern regarding the lack of certainty in

PJM's market rules. The Participants highlighted the ongoing capacity market auction schedule changes and alleged erosion of investor confidence in market signals. The Participants urged PJM to allow market rules to remain unchanged to bolster predictability and stability. According to the Participants, PJM's markets are experiencing reduced liquidity which precludes hedging. During this discussion, Participants broached the topic of the current pricing of offtake arrangements for financing purposes, and Chris O'Hara invoked antitrust guidelines applicable to the meeting and redirected the conversation, consistent with PJM's Antitrust Policy.

3. Large Load Additions – While commending PJM's leadership in addressing large load forecasts, the Participants requested that PJM explore additional ways to increase transparency. Specifically, the Participants suggested that PJM work with PJM Transmission Owners to make the load inputs into load forecast methodologies more transparent. The Participants also suggested that PJM consider working with states in the PJM Region and PJM Transmission Owners to develop a standardized approach to large load forecasting.
4. Independent Market Monitor (IMM) Contract –The Participants requested that PJM establish a Request for Proposal process for market monitoring services to promote transparency as well as secure the best services available. The Participants expressed concerns about lengthy negotiations underway between PJM and the current IMM (e.g., Marketing Analytics).

The meeting concluded approximately 1.5 hours after its start.

Sincerely,

/s/ Vasiliki Karandrikas

Vasiliki ("Vicki") Karandrikas
Assistant Secretary

Attachment A

Company	Name	Title	In Person/ Remote
Castleton Commodities International	Peter Rosenthal	Head of US Power Strategy	In Person
DC Energy	Bruce Bleiweis	Director, Regulatory Affairs	Remote
DC Energy	Mark Price	Director, Market Affairs	Remote
Geenex Solar	Ken Foladare	Consultant	In Person
Geenex Solar	Steve Hazel	Vice President, Transmission Planning	In Person
Saracen Energy	Allison Duensing	General Counsel	Remote
Shell Energy North America	Sean Chang	Director, Regulatory Affairs	In Person
Shell Energy North America	Matt Picardi	Vice President, Regulatory Affairs	In Person
Shell Energy North America	Travis Radtke	Head of East Power and Gas Trading	In Person
Viribus Fund	Noha Sidhom	Executive Director, Energy Trading Institute, CIO	Remote