

## Board Decision on Price Collar for 2028/2029 and 2029/2030 Capacity Auctions

(Valley Forge, PA – Feb. 12, 2026) – The PJM Board of Managers, in its [Jan. 16 decisional letter on the Critical Issue Fast Path for Large Load Additions](#), asked stakeholders to submit feedback on the potential for extending the price collar for the 2028/2029 and 2029/2030 capacity auctions. The Board appreciates the thoughtful feedback provided through the survey. It is also important to note that additional feedback was provided by the White House National Energy Dominance Council together with the governors of our 13 states supporting the extension of the existing collar in their “Statement of Principles Regarding PJM.”

The Board, in its CIPF decisional letter, acknowledged that the current one-year capacity commitment procured three years forward may not match the current investment climate that may be required to incentivize new generation, and directed PJM to conduct a holistic evaluation of investment incentives in PJM’s markets this year. PJM also committed to initiating a backstop procurement to procure new supply, with the design currently being discussed in the stakeholder process.

Based upon these Board actions in tandem with the feedback received, the Board believes it appropriate to seek an extension of the current price collar for the 2028/2029 and 2029/2030 capacity auctions applied to the VRR Curve parameters recently approved by the FERC following the Quadrennial Review.

As a filing will need to be made soon so as to be evaluated by FERC in time for potential implementation for the 2028/2029 auction, PJM is initiating the consultation process in accordance with our governing documents and will review the contents of this impending filing at the next Members Committee meeting on Feb. 19, as well as with the Transmission Owners at the Transmission Owners Agreement Administrative Committee on Feb. 20.

Please note that this correspondence is meant to represent the Board’s response to all letters received by the Board regarding the collar.