



STATE OF INDIANA
OFFICE OF THE GOVERNOR
State House, Second Floor
Indianapolis, Indiana 46204

Mike Braun
Governor

January 29, 2026

Open Letter to the PJM Board of Managers:

In support of the Statement of Principles signed on January 16, 2026 by all thirteen PJM Governors and the White House National Energy Dominance Council, we are reiterating the need for immediate action to protect reliability, affordability, and state authority within PJM. Consistent with that call to action, as Governors, we emphasize that self-supply, in the form of the Fixed Resource Requirement, must remain a viable and available generation planning option for states.

The Fixed Resource Requirement allows states and utilities to meet their capacity needs through utility self-supply and long-term planning, rather than relying solely on centralized capacity auctions that have failed to deliver timely, affordable solutions. With billions of ratepayer dollars and the stability of our grid at stake, PJM must take decisive action to restore state and stakeholder confidence.

The most recent PJM stakeholder process resulted in 12 proposals and zero solutions – highlighting fundamental structural limitations in PJM’s governance and voting framework. Governance reform is necessary to ensure that decisions reflect reliability needs, affordability concerns, and the diverse policy preferences of the states whose citizens ultimately bear the costs.

States must have a meaningful seat at the table. PJM’s stakeholder body and its five voting sectors must be reconstituted to ensure decision-making authority reflects those with primary accountability for maintaining reliability and protecting customers from excessive costs, rather than entrenching procedural gridlock.

The Fixed Resource Requirement remains a customer protection framework. It enables states to plan responsibly, secure reliable resources in advance, and avoid unnecessary cost volatility for families and businesses, while ensuring that sufficient generation is in place to keep the lights on. It ensures that customers pay for the resources they actually need, not for speculative market outcomes.

The Fixed Resource Requirement also preserves the longstanding principle that states retain primary responsibility for decisions about what generation is built, where it is located, and how it is financed. Because Fixed Resource Requirement entities do not participate in PJM’s capacity market, they will not be assigned costs for the Reliability Backstop Auction.

We look forward to continuing to work together as Governors on improving transmission, resource adequacy, and electricity system governance in our region, and to working closely with PJM to fulfill our shared responsibility to deliver reliable, affordable power to the citizens we serve.

Sincerely,

A handwritten signature in blue ink that reads "Mike Braun". The signature is written in a cursive, flowing style with a long horizontal stroke at the end.

Governor of Indiana