

FUEL COST POLICY (FCP) UPDATES FOR M15

Issue Source

PJM Interconnection and the IMM

Issue Content

This Issue Charge seeks to address scenarios where a Market Seller (or its designated agent) obtains fuel cost estimates from an affiliated fuel supplier for purposes of submitting cost-based offers. Stakeholders will review and consider incorporating revisions in Manual 15: Cost Development Guidelines to make clear that a Market Seller (or its designated agent) may not use fuel cost estimates from an affiliated fuel supplier in cost-based offers calculations.

Key Work Activities and Scope

1. Review Status Quo PJM Manual 15: Cost Development Guidelines and educate stakeholders on the concerns that may arise if a Market Seller (or its designated agent) uses a fuel cost estimate from an affiliated fuel supplier in cost-based offers.
2. Discuss proposed solution to address the concerns.

Expected Deliverables

Proposed revisions to PJM Manual 15: Cost Development Guidelines

Decision-Making Method

Quick Fix; Tier 1 decision making

Stakeholder Group Assignment

This issue will be reviewed at the Cost Development Subcommittee (CDS) for informational purposes. The issue will use the Quick Fix process in accordance with Manual 34 section 8.6.1 and will be assigned to the Market Implementation Committee (MIC) for Issue Charge approval and solution endorsement.

Expected Duration of Work Timeline

Start Date	Priority Level	Timing	Meeting Frequency
	☐ High	☒ Immediate	☐ Weekly

12/1/2025	☒ Medium ☐ Low	☐ Near Term ☐ Far Term	☒ Monthly ☐ Quarterly
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Charter

(check one box)

☐	This document will serve as the Charter for a new group created by its approval.
☒	This work will be handled in an existing group with its own Charter (and applicable amendments).

More detail available in M34; Section 6