

Framework for Focusing DOE 202c Stakeholder Process and Cost Allocation Discussions

Lisa Morelli Sr. Director – Market Settlements

202CSTF August 8, 2025

www.pjm.com | Public PJM © 2025



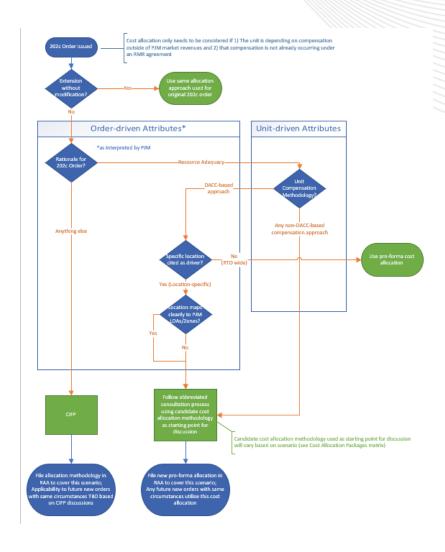
Narrowing the Attributes Driving the Stakeholder Process Followed

Can we gain agreement on which attributes of the DOE order / unit will drive what stakeholder process (if any) we use?

- Extension of an existing order without material modification?
- Rationale for Issuance of 202c Order
- Locational Specificity of 202c Order
 - If specific location(s) within PJM is identified, does the location(s) map cleanly to PJM LDAs and/or zones?
- Unit Compensation Methodology
- Others?



Example Stakeholder Process Decision Tree



 Refer to the example flow chart posted with today's meeting materials

This flow chart uses the attributes enumerated on the prior slide

www.pjm.com | Public 9JM © 2025



Narrowing the Outcomes to Develop Cost Allocation Solutions For

Can we gain agreement on which potential outcomes we will spend time developing cost allocation solutions for?

202c Order / Unit Attributes to Be Discussed	Possibilities to be discussed	
Rationale for Issuance of 202c Order (as interpreted by PJM)	Resource Adequacy Concern	
Locational Specificity of 202c Order	RTO-wide	
Locational Specificity of 2020 Order	Location-specific	
If specific location(s) within PJM is identified, does the	Yes	
location(s) map cleanly to PJM LDAs and/or zones?	No	
	DACC-based approach	
Unit Compensation Methodology	Any approach other than a DACC-based approach	



Possible Scenarios for Solution Development

The outcomes on the prior slide produce the following 6 scenarios for cost allocation solution development

	1	2	3	4	5	6
Rationale for Issuance of 202c Order	Resource Adequacy Concerns	Resource Adequacy Concerns	Resource Adequacy Concerns	Resource Adequacy Concerns	Resource Adequacy Concerns	Resource Adequacy Concerns
Locational Specificity of 202c Order	RTO-wide	RTO-wide	Location-specific	Location-specific	Location-specific	Location-specific
Does the location(s) map cleanly to PJM LDAs and/or zones?	N/A	N/A	Yes	No	Yes	No
Unit Compensation Methodology	DACC-based approach	Approach other than a DACC-based approach	DACC-based approach	DACC-based approach	Approach other than a DACC-based approach	Approach other than a DACC-based approach



Facilitator:

Dave Anders, <u>david.anders@pjm.com</u>

Secretary:

Mollie Lacek, mollie.lacek@pjm.com

SME/Presenter:

Lisa Morelli, <u>lisa.morelli@pjm.com</u>

Framework for Focusing DOE 202c
Stakeholder Process and Cost Allocation
Discussions



Member Hotline

(610) 666 - 8980

(866) 400 - 8980

custsvc@pjm.com



BE ALERT TO
MALICIOUS PHISHING
EMAILS

Report suspicious email activity to PJM.

Call (610) 666-2244 or email it_ops_ctr_shift@pjm.com