



Katie Guerry
Head of Regulatory Affairs – US & Canada
Enel North America, Inc.

One Marina Park Drive, Boston - USA
T 617-366-6607

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Ake Almgren
Chairman, PJM Board of Managers
PJM Interconnection, LLC
2750 Monroe Boulevard
Valley Forge Corporate Center
Audubon, Pennsylvania 19403

Dear PJM Board of Managers:

Thank you for the Board of Manager's constructive feedback set forth in your letter from September 8, 2020, regarding the LC's proposed agenda topics for the next meeting of the PJM Liaison Committee ("LC"). The LC appreciates the Board valuing the mutual flexibility and engagement in discussion from our first virtual LC, and the important role they will play in expanding on those discussions. The Members also note the Board's suggested areas of focus for each agenda topic, and agree they are timely, important matters for discussion. The LC looks forward to discussing these critical matters under the final agenda for the September 22, 2020 LC meeting set forth below.

1. **Welcomes & Introductions** (10 minutes)
2. **Grid of the Future** (52.5 minute discussion)

The Members seek to explore matters impacting the planning and investment decisions essential to a reliable and resilient grid in the future. Aspects of system planning to cover in discussion include how to plan for both traditional contingencies and extreme weather or social events; addressing impact on operational constraints, transmission planning criteria, fuel security, and critical infrastructure decisions. The Members will also address specific benefits to be gained by further incorporating smart transmission technologies, and better integrating Distributed Energy Resources (DER) and DER Management Systems into the grid and system planning.

3. **Resource Adequacy** (52.5 minute discussion)

A great amount of attention in the energy market is currently focused on Resource Adequacy (RA) options, models and the intersection with State policy. The recent PJM General Session explored options for RA beyond the current market design, and several PJM States are actively reviewing short and long term alternatives to RA. At this time the Members want to explore with the Board thoughts and implications, including impacts on planning, operations, and markets. The Members will also comment on the proposed Effective Load Carrying Capability (ELCC) method for calculating capacity value and its implications for RA design and forecasting, as well as information about DERs and the roles they can play in RA planning and forecasting.

4. **Closing Remarks** (5 minutes)

The members of the LC appreciate the Board's feedback and participation in this planning process, and very gratefully acknowledges the tremendous work of all at PJM who support the production of this LC meeting. Their dedication and responsiveness to everyone's feedback on the meeting are prime examples of flexibility and engagement contributing to a productive LC, and is sincerely appreciated by the PJM Members.

Sincerely,

Katie Guerry
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