

Residual Zone Pricing

MRC Lisa Morelli November 16, 2011

www.pjm.com PJM©2011



The proposed Residual Zone Pricing implementation date has been pushed back in response to stakeholder feedback

- June 2013, June 2014 and June 2015 under consideration
- MIC was polled to collect input on
 - Preferred implementation date
 - Desire for opt out provision and opt out sunset date
 - Pricing point used for demand response settlement and dispatch
 - Sink pricing point used on ARRs



- Discussion on polling results and potential packages to occur during special MIC-Residual Zone Pricing conference call on Nov. 21
- Packages brought to December MIC and MRC meetings for further consideration
- Vote scheduled at January MIC, MRC and MC meetings