

Manual 14F Updates

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Summary

- At the August 09 meeting, PJM Planning Committee reviewed proposed changes to Manual 14F, Competitive Planning Process.
- After discussions around the changes presented related to Cost Containment, it was decided to defer endorsement of the Cost Containment related Manual 14F updates to next month, and proceed to only seek endorsement on the Market Efficiency related Manual 14F updates.
- By vote of acclamation the Planning Committee endorsed the Market Efficiency related Manual 14F updates with 0 objections and 1 abstention.
- Seeking endorsement of the Market Efficiency related Manual 14F updates.



Market Efficiency Change Overview

- PJM's regional project selection criteria require that a project must address a regional congestion driver for which the project is being evaluated
 - Currently outlined in Manual 14F
- PJM also evaluates interregional projects that may provide Market Efficiency benefits for PJM by relieving an internal PJM flowgate or an interregional market to market flowgate
 - Currently outlined in the PJM-MISO JOA
- Market Efficiency Process Enhancement Task Force (MEPETF) charged with developing language to enhance Market Efficiency process documentation to recognize the evaluation of both regional and interregional projects



Summary of Changes

- All changes contained in section 8.2 Market Efficiency Project Evaluation
 - Added clarifying language to 8.2.1
 - Proposals must address a <u>PJM Identified</u> congestion driver
 - Added new section 8.2.1.1 Eligible Congestion Drivers must be:
 - Internal binding flowgates
 - Current active market-to-market flowgates listed in NERC book of flowgates
 - Potential future market-to-market flowgates
 - Moved to new section 8.2.1.2 Congestion Mitigation
 - Clarified language in 8.2.1.3 Benefit/Cost (B/C)