

## DRAFT

## BOARD OF MANAGERS MEETING MINUTES

Sept. 1, 2022

A meeting/conference call of the PJM Interconnection, L.L.C. (PJM) Board of Managers (Board) was convened at approximately 4 p.m. on Sept. 1, 2022.

The following Board members were present, constituting a quorum:

- Mark Takahashi, Chair
- Manu Asthana, President and Chief Executive Officer (ex officio)
- Terry Blackwell
- Paula Conboy
- Jeanine Johnson
- Margo Loebel
- David Mills
- Dean Oskvig
- Charles Robinson
- Sarah Rogers

Present for the meeting were the following PJM personnel:

- Stu Bresler, Sr. Vice President – Market Services
- Rebecca Carroll, Director, Market Design – Market Design & Economics
- Walter Graf, Sr. Director, Economics – Market Services
- Gary Helm, Sr. Lead Market Strategist – Applied Innovation
- Colleen Hicks, Associate General Counsel – Office of General Counsel
- Adam Keech, Vice President, Market Design & Economics – Market Services
- Chen Lu, Assistant General Counsel – Office of General Counsel
- Melissa Pilog, Lead Analyst – Performance Compliance
- Chris O'Hara, Sr. Vice President – General Counsel, Secretary & Chief Compliance Officer
- Nora Swimm, Sr. Vice President – Corporate Client Services
- Lisa Salmon, Executive Assistant to the President & PJM Board

## QUADRENNIAL REVIEW

- Melissa Pilong provided an overview of the background and requirement for PJM to perform a Quadrennial Review (QR) of the (1) shape of the variable resource requirement curve; (2) cost of new entry (CONE); and (3) method of determining the energy and ancillary service revenue offset. Pilong discussed PJM's recommendations of the three components of the QR. Pilong further discussed the associated stakeholder process, the four packages, and the Member voting results.
- Gary Helm discussed that the preferred reference unit, used to calculate Net CONE, is the combined cycle in a 1x1 configuration, and the selection of the reference unit is supported by the Brattle Group's analysis.
- The Board inquired whether a renewable resource could be a reference resource. Pilong discussed that renewables were under consideration but would be more expensive.
- Pilong and Keech discussed the areas of agreement and difference between the PJM package and the IMM package including VRR price caps and certain assumptions.
- Pilong reviewed a stakeholder concern regarding a potential misalignment between the economic life of a resource as assumed in the QR and as contemplated under recent Illinois legislation (Climate and Equitable Jobs Act). Pilong further explained PJM is considering options to address the issue in future proceedings and that the matter will be further discussed with stakeholders.

**Upon a motion duly made, seconded and unanimously adopted, the Board approved the PJM-recommended Quadrennial Review Package A.**

At 5:08 p.m., Pilong, Lu, Helm and Carroll left the meeting.

## NOMINATING COMMITTEE AND BOARD OF MANAGERS COMPOSITION

- Asthana provided an update on the Board member selection process and shared that the Nominating Committee has nominated a candidate for the Board.
- Terry Blackwell discussed the process of the nominating committee noting the engagement of the Committee members.
- Blackwell explained that the Board has the responsibility for appointing a member to the Board in the case of a vacancy arising between annual meetings.

**Upon a motion duly made, and seconded with one abstention, the Board approved the appointment of Vickie VanZandt to join the PJM Board of Managers, effective Oct. 1.**

Nora Swimm joined the meeting at 5:20 p.m.

## **ORGANIZATIONAL ANNOUNCEMENT**

- Asthana provided an update on the status of PJM's search for a Chief Risk Officer, led by Nora Swimm, including the selection and acceptance of the position by Carl Coscia. Asthana provided a summary of Mr. Coscia's background and indicated that he is expected to join PJM in September.

At 5:29 p.m., ET members joined.

## **RECOGNITION OF SARAH ROGERS**

- The Board and PJM's Executive Team expressed thanks and appreciation to Sarah Rogers for her invaluable talents and contributions to PJM during her tenure as a Board member.

At approximately 5:45 p.m., the meeting adjourned.

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