

LIMIT MARKET PARTICIPATION

Issue Source

PJM

Issue Content

Consider revisions to Operating Agreement, section 15.1.5 to give PJM the flexibility to limit market participation of an entity that experiences a payment, collateral, or other default in certain circumstances in which allowing continued market participation is more beneficial to the PJM membership than limiting or prohibiting market participation.

Key Work Activities and Scope

1. Provide an overview of collateral call default provisions
2. Review proposed solution

Expected Deliverables

1. Updated Governing Agreement language to provide PJM flexibility in limiting market participation in the case of a collateral call default

Decision-Making Method

Quick Fix

Stakeholder Group Assignment

Risk Management Committee

Expected Duration of Work Timeline

The expected duration of this effort is two months for consideration by the RMC of the Issue Charge and proposed solution.

Start Date May 25, 2021	Priority Level <input checked="" type="checkbox"/> High <input type="checkbox"/> Medium <input type="checkbox"/> Low	Timing <input checked="" type="checkbox"/> Immediate <input type="checkbox"/> Near Term <input type="checkbox"/> Far Term	Meeting Frequency <input type="checkbox"/> Weekly <input checked="" type="checkbox"/> Monthly <input type="checkbox"/> Quarterly
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Charter

<input type="checkbox"/>	This document will serve as the Charter for a new group created by its approval.
<input checked="" type="checkbox"/>	This work will be handled in an existing group with its own Charter (and applicable amendments)