



APPROVED MEETING MINUTES
PJM Interconnection
Credit Subcommittee (CS)
Conference Call
August 26, 2014
1:30 p.m. – 4:00 p.m.

Participants attending/on Teleconference:

Loomis	Hal	Chair – PJM
Ainspan	Malcolm	Energy Curtailment Specialists, Inc.
Anders	David	PJM
Babp	Alan	PPL EnergyPlus, LLC
Benjamin	Jhon	The Dayton Power & Light Company
Bleiweis	Bruce	DC Energy LLC
Bolan	Martin	FirstEnergy Solutions
Brooks	Courtney	Consolidated Edison Company of NY
Bruce	Susan	McNees Wallace & Nurick LLC
Bucci	Cindy	Southern Maryland Electric Cooperative
Caudill	Colette	East Kentucky Power Cooperative, Inc.
Cink	Cait	Alliant Energy Corporate Services, Inc.
DeLoach	William	Exelon
Erbrick	Michael	DhastCo, LLC
Filomena	Guy	Customized Energy Solutions
Hagaman	Derek	GT Power Group
Hart	Joy	North Carolina Electric Membership Corporation
Holler	Mark	Tenaska
Hunt	Nicholas	Southern Maryland Electric Cooperative
Johnson	Carl	Customized Energy Solutions, Ltd.
Kogut	George	New York Power Authority
Levine	Jeffrey	GDF Suez Energy Marketing NA, Inc.
Marian	Frank	PPL EnergyPlus, LLC
McIntyre	Ryan	Appalachian Power Company
Milligan	James	Duquesne Light Company
Million	Mark	PJM
Nanjundan	Narmada	East Kentucky Power Cooperative, Inc.
Norton	Chris	American Municipal Power, Inc.
Peoples	John	Duquesne Light Company



Pratzon	Dave	GT Power Group
Ramasubramani	Vyas	DC-Energy
Rentko	Marc	American Municipal Power, Inc.
Robinson	Colette	East Kentucky Power Cooperative, Inc.
Robson	Matt	SESCO Enterprises LLC
Sims	Tom	FirstEnergy Solutions Corporation
Staska	Stephanie	Twin Cities Power, LLC
Thompson	Bill	Ohio Power Company
Thompson	Matt	XO Energy MA, LP
Wallace	Casandra	Energy Authority, Inc. (The)
Williams	Michael	Black Oak Energy

1. ADMINISTRATION

The Subcommittee approved the minutes of the July 18, 2014 meeting by acclamation with no objections and no abstentions.

2. VARIOUS ISSUES UPDATE

Mr. Loomis provided an update on the following issues:

- A. Risk Policies
- B. Virtual Transactions Credit Requirement Timeframe
- C. Demand Bid Screening
- D. PMA Exclusions

3. FRIENDLY AMENDMENTS

The following friendly amendments were approved by consensus with no objections or abstentions and will be presented for endorsement at the MIC in September:

- A. Exclude export transactions from the PMA calculation.
- B. Reduce export credit requirement timeframe from four days to two days.

4. FTR ANALYSIS

Mr. Loomis indicated that data for the FTR Undiversified exposure analysis had been received but the analysis had not commenced due to resource limitations.



5. VIRTUAL TRANSACTIONS POLAR VORTEX IMPACT

Per stakeholder request, Mr. Loomis led a discussion on the Jan/Feb 2014 market prices and their impacts on the Jan/Feb 2015 virtual transactions credit requirements. He stated that the Jan/Feb 2015 virtual transactions credit requirements would be approximately ten times higher than those for Jan/Feb 2014, though only about four times higher than other timeframes in the past. Several Members expressed a desire to make a temporary change to the credit requirements for Jan/Feb 2015. They also wanted to expedite the process for such a change and would like comments from the Market Monitor. Mr. Loomis stated that such a change would require a tariff change and PJM does not support such a change, but would facilitate discussion by the members in the stakeholder process if so desired. Mr. David Anders, of PJM, indicated that if members wished to expedite the process, they could bring a problem statement and issue charge to the September MIC meeting, and PJM could schedule one or more additional CS meetings as well, if needed.

6. NET SELLER CREDIT

Mr. Loomis presented a proposal to remove the net seller credit from the PJM Credit Policy. The proposal was approved by consensus with no objections or abstentions.

7. PMA CREDIT REQUIREMENTS MATRIX

Mr. Loomis led a discussion on potential changes to the PMA credit requirements components in the matrix that was discussed at the last meeting, including several items that were offered at that meeting. Members were asked at the meeting to send packages of components to the credit group prior to the September CS 9/29/14 meeting for consideration at that September meeting.

8. FUTURE AGENDA ITEMS

9. NEXT MEETING

September 29, 2014	1:30 pm – 4:00 pm	Teleconference
October 29, 2014	1:30 pm – 4:00 pm	Teleconference