Credit Subcommittee

PJM Conference & Training Center/WebEx

May 18, 2018

10:00 a.m. – 12:00 p.m. EPT

Administration (10:00 – 10:05)

In lieu of an attendance roll call, PJM will use WebEx registrations to record attendance. Participants not registered on WebEx may email PJM after the meeting and indicate their participation.

PJM will ask for comments and or questions on the April 10, 2018 CS meeting minutes.

Members are requested to adhere to the Anti-Trust Policy, Code of Conduct, Public Meetings/Media Participation and Participant Identification guidelines listed below.

Working Issues (10:05 – 11:50)

Membership Management Community

Ms. Suzanne Coyne, PJM, will introduce a Contact Management feature in the new Membership Management Community that will allow members to assign and maintain contacts for specific business roles.

FTR Credit Enhancements

Bridgid Cummings, PJM, will present an update on PJM’s analysis of a possible per-MWH minimum FTR Credit requirement and a possible undiversified adder alternative, along with a recommendation.

[Issue Tracking: FTR Credit Enhancements](http://pjm.com/committees-and-groups/issue-tracking/issue-tracking-details.aspx?Issue=%7bDACDB2F9-F9FF-47B5-AA77-A1851EC70F4C%7d)

Surety Bonds

PJM will provide preliminary draft surety bond Tariff language to facilitate Subcommittee discussion of the issue. PJM expects to provide a draft standard form surety bond for discussion in June.

[Issue Tracking: Surety Bonds Opportunity](http://pjm.com/committees-and-groups/issue-tracking/issue-tracking-details.aspx?Issue=%7b2F3B81D2-4968-435B-919E-C840C62532CD%7d)

RPM Credit Requirement Reduction Clarifications

PJM will present draft tariff language to remove an apparent overlapping credit reduction provision for QTUs, to clarify milestone documentation requirements for internally financed projects, and to clarify that Capacity Market Sellers should submit requests for reductions. Additional non-substance changes to clean up terminology may be added as well. The Subcommittee will be asked to endorse the changes at the next meeting.

Updates

PJM will update the Subcommittee on FERC acceptance of the Regulation credit requirement adjustment, and the upcoming RPM Seller Credit adjustment for Billing Line Item Transfers.

Future Agenda Items (11:50 – 12:00)

RPM Credit Requirements for At-Risk Existing Resources

PJM will present draft tariff language changes. The CS will continue discussion of the issue using a matrix to identify options for design components.

[Issue Tracking: RPM Credit Requirement for At-Risk Existing Resources](http://pjm.com/committees-and-groups/issue-tracking/issue-tracking-details.aspx?Issue=%7bED290888-8D0C-47C2-A57A-B8130E3F7DAD%7d)

RPM Credit and Deliverability Requirements for External Resources

PJM will propose a change to the credit policy to conform to recent changes in deliverability requirements for pseudo-tied external resources.

PRD Credit Requirements

PJM will propose a change to PRD credit requirements in conjunction with the change to RPM rules for PRD. RPM discussion of PRD changes is currently on hold pending discussion of summer-only resources.

1. Default Liquidation Provisions

PJM will continue discussion of this topic.

RPM Seller Credit

PJM will describe an upcoming change to the calculation of RPM Seller Credit.

Members are welcome to request additional discussion items at this or any future meeting.

Future Meeting Dates

June 4, 2018 9:00 a.m. – 11:00 a.m. On-site/Teleconference

June 15, 2018 9:00 a.m. – 11:00 a.m. On-site/Teleconference

July 13, 2018 9:00 a.m. – 11:00 a.m. On-site/Teleconference

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| Author: Mark Million |  | | |  |
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Antitrust:

You may not discuss any topics that violate, or that might appear to violate, the antitrust laws including but not limited to agreements between or among competitors regarding prices, bid and offer practices, availability of service, product design, terms of sale, division of markets, allocation of customers or any other activity that might unreasonably restrain competition. If any of these items are discussed the chair will re-direct the conversation. If the conversation still persists, parties will be asked to leave the meeting or the meeting will be adjourned.

Code of Conduct:

As a mandatory condition of attendance at today's meeting, attendees agree to adhere to the PJM Code of Conduct as detailed in PJM Manual M-34 section 4.5, including, but not limited to, participants' responsibilities and rules regarding the dissemination of meeting discussion and materials.

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When logging into the WebEx desktop client, please enter your real first and last name as well as a valid email address. Be sure to select the “call me” option.

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