

ARR FTR Market Task Force Monthly Progress Report

11/15/2021

1. ARR/FTR Market Review

Issue Status

The ARR FTR Market Task Force (AFMTF) had come up with a work plan through end of year, and is currently awaiting the MC vote in November. Additional meetings are being added incrementaly for stakeholder to discuss alternative products and technology capabilities needed to support such alternative products.

Target Completion

The AFMTF is expected to complete by end of 2021.

Progress Update

The AFMTF has held nineteen meetings to date. The Independent Consultant, London Economics International (LEI) completed their holistic ARR/FTR market review. Since then, LEI presented their findings and recommendations as well as responded to stakeholder questions on the report. A survey comprising multiple focus areas derived from both the LEI Report as well as Stakeholder feedback so far, was published ahead of the March 25, 2021 Task Force meeting. The results from the survey have been a critical input for the work plan for the remainder of the year. A detailed discussion on the design components for the matrix was kicked off during the April 26, 2021 Task Force meeting. A discussion was also had around the concept of Equity. DC Energy, PJM and IMM presented solution options.

After robust discussions, there were four proposals on the table – AEP, PJM/Joint stakeholder package, DC OPC and IMM. This proposal passed at both MIC and MRC meetings. The next vote on this will be taking place at the MC meeting in November. More details can be found on the presentation <u>here</u>.

Currently, more meetings are being held under the umbrella of AFMTF to discuss alternative products and associated technology needs and requirements.

Action Requested (if necessary)

No action requested at this time.

