

PJM Finance Committee
Teleconference
September 28, 2016
2:00 p.m. – 4:00 p.m. [Eastern Daylight Savings Time]

Administration (2:00-2:10)

1. Remind participants of anti-trust and meeting guidelines
2. Approve minutes from August 24, 2016 meeting

Meeting Topics (2:10-4:00)

3. OPSI 2017 Budget – Mr. Carmean will be available for questions on the approved 2017 OPSI budget.
4. Monitoring Analytics (MA) 2017 Budget – Dr. Bowring will present the proposed 2017 MA budget for operating expenses and capital expenditures.
5. NERC and RFC 2017 Budget – Mr. Jones will present the 2017 budgets for NERC and RFC and the resulting assessments to the PJM membership.
6. PJM 2017 Budget – Mr. Snow will present PJM's proposed 2017 budget for operating expenses and capital expenditures.
7. 2016-2020 Financial Projections – Mr. Snow will review the projected revenues, expenses and capital spending for 2016 through 2020.
8. PJM Finance Committee 2017 budget recommendation - Discussion of the Finance Committee's recommendations on the proposed 2017 budget due to the PJM Board of Managers no later than October 1, 2016.

Future Agenda Items

- Third Quarter 2016 Financial Review
- 2017 PJM Finance Committee Work Plan

Future Meeting Dates

October 26, 2016	2:00 PM	Conference Call
November 22, 2016	2:30 PM	Conference Call
March 2017	TBD	Conference Call

Anti-trust:

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.

Public Meetings/Media Participation:

Unless otherwise noted, PJM stakeholder meetings are open to the public and to members of the media. Members of the media are asked to announce their attendance at all PJM stakeholder meetings at the beginning of the meeting or at the point they join a meeting already in progress. Members of the Media are reminded that speakers at PJM meetings cannot be quoted without explicit permission from the speaker. PJM Members are reminded that "detailed transcriptional meeting notes" and white board notes from "brainstorming sessions" shall not be disseminated. Stakeholders are also not allowed to create audio, video or online recordings of PJM meetings.

On the Phone Dial



Mute / Unmute

PJM Finance Committee
 Teleconference
 September 9, 2016
 2:00 p.m. – 2:20 p.m. [Eastern Daylight Savings Time]

Administration (2:00-2:10)

1. Remind participants of anti-trust and meeting guidelines.
2. Approved minutes from August 24, 2016 meeting as drafted.

PJM Staff and Member Company Meeting Participants

First Name	Last Name	Company Name	Sector
James	Benchek	First Energy Solutions Corporation	Transmission Owner
Michael	Erbrick	Dhast Co LLC	Other Supplier
Dave	Evrard	PA Office of Consumer Advocate	End Use Customer
Michele	Greening	Talon Energy Marketing, LLC	Generation Owner
Gary	Greiner	PSEG Energy Resources and Trade	Transmission Owner
Steven	Lieberman	Old Dominion Electric Cooperative	Electric Distributor
Sharon	Midgely	Exelon Business Services	Transmission Owner
George	Waidelich	Safeway Inc.	End Use Customer
Neel	Foster	PJM Interconnection (T)	PJM Board of Managers
Sarah	Rogers	PJM Interconnection (T)	PJM Board of Managers
Suzanne	Daugherty	PJM Interconnection	Chair
Lisa	Drauschak	PJM Interconnection	
Craig	Glazer	PJM Interconnection	
Jim	Snow	PJM Interconnection	Committee Secretary
Stan	Williams	PJM Interconnection	

Meeting Topics (2:10-4:00)

3. Prospective Stated Rate Discussion – Ms. Daugherty presented the Post-2016 PJM Administrative rate options developed during 2016 and alternative requested by the PJM Finance Committee (FC) member representatives. The FC discussed the 6 options developed during the stakeholder process in 2016. The FC member representatives opted for alternative 3a.
4. The PJM Finance Committee (FC) member representatives finalized a recommendation letter to the Members Committee and the PJM Board of Managers. The FC member reps unanimously endorsed the alternative developed in 2016 via the PJM FC stakeholder process. Option 3a, as it was termed, maintains PJM's collections from members on a Stated Rate basis inclusive of an allowance for a reserve, and refunds in excess of the reserve limit. Option 3a sets rates in first two year at \$0.36/MWH

with escalations in years three through eight with a cap at \$0.41/MWH. This letter also endorses the retirement of the AC² Rider rate two years prior to the current rate sunset date.

Future Agenda Items

- OPSI 2017 Proposed Budget
- Monitoring Analytics Proposed 2017 Budget
- NERC/RFC 2017 Budget
- Proposed PJM 2017 PJM Operating and Capital Budgets
- Finance Committee Member Representative 2017 Budget Recommendation Letter

Future Meeting Dates

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October 26, 2016	2:00 PM	Conference Call
November 22, 2016	2:30 PM	Conference Call