



Joint and Common Market

I. CONSTRAINT IDENTIFICATION COORDINATION



Summary of Activities

- Previous JCM presentations highlighted efforts by the RTOs to identify drivers for PJM FTR underfunding on MISO facilities
- RTOs agree enhanced coordination for monthly FTR auctions will further improve PJM's FTR underfunding on MISO facilities
- MISO intends to review next steps if enhanced coordination activities do not result in satisfactory results
- PJM evaluating alternative options if PJM believes short-term flowgate additions continue to have significant revenue impacts

Progress to Date

MISO and PJM ensured existing outage information was being utilized in FTR auctions, and initiated direct contact to review this data

- Both RTOs agree that the enhanced collaboration will result in improved revenue results

MISO analyzed PJM underfunding data and identified the reasons/impacts for a portion of the flowgate requests. The RTOs continue to discuss the conclusions arising from this analysis.

RTOs aligned timing of Monthly FTR auction and agreed to exchange specific constraints modeled in FTR auctions to enable consistent modeling in both FTR auctions

Progress to Date



While MISO and PJM agree that Market-to-Market has increased the efficiency of congestion management overall, the short-term actions of one RTO can have significant impacts on the other, and therefore the others' market participants

- MISO disagrees that its flowgate additions have been a significant contributor to underfunding of PJM's FTR market

MISO TOs have agreed to new submission timelines for planned outages to critical facilities, providing the information further in advance to be considered for Monthly FTR auctions

- Implementation expected in Q2 2014



Next Steps

Continue to monitor and evaluate FTR funding

Continue to implement FTR coordination work plan presented under Enhanced Forward Markets Coordination agenda item at Nov. JCM

The RTOs have agreed to continue analysis of reasons for short-term flowgate requests and investigate ways to reduce the volume

PJM will continue to evaluate options if PJM believes short-term flowgate additions continue to have significant revenue impacts