



Joint and Common Market

# INTERCHANGE OPTIMIZATION



# April Stakeholder Workshop Review

- PJM and MISO held the first joint stakeholder workshop on Interchange Optimization on April 18<sup>th</sup>
- Interchange Optimization discussion focused on:
  - Background information including analysis of historical interchange efficiency
  - Results of benefits analysis that was based on 2013 data
  - Overview of the MISO-PJM CTS (Coordinated Transaction Scheduling) proposal
  - Overview of potential changes to market settlement rules
  - Proposed project timeline and next steps

# April Stakeholder Workshop Feedback

- Some stakeholders asked if resolution of interface price definition alignment in addition to the interface pricing issues raised by Dr. David Patton would impact the efficiency of the interchange optimization solution.
- Stakeholders requested MISO to provide forward price forecasts in advance of implementation of the MISO-PJM CTS
- Stakeholders noted they will likely want to have additional checkpoints prior to implementation of interchange optimization across the MISO-PJM seam similar to those in place for the NYISO-PJM CTS implementation.

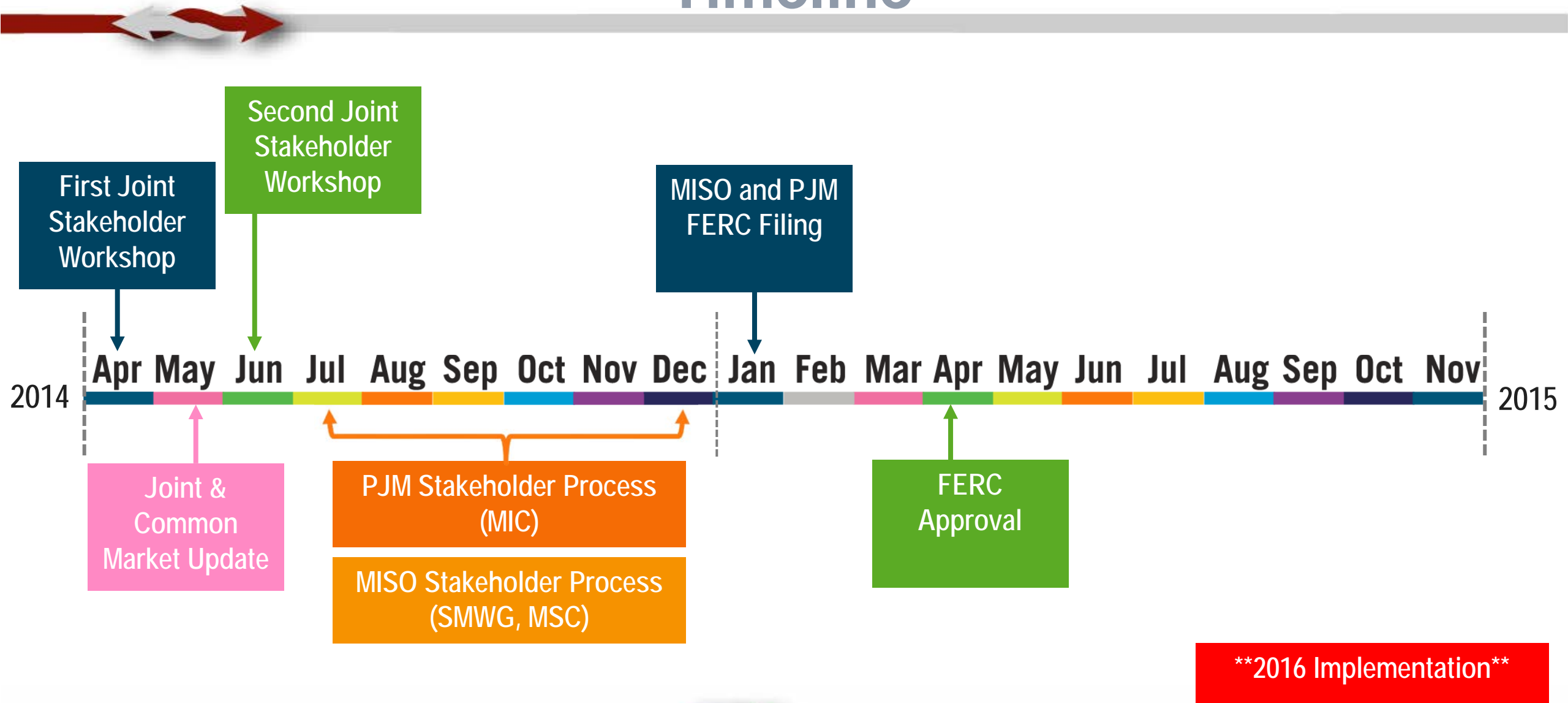
# June Stakeholder Workshop Agenda

- PJM and MISO have scheduled the second joint stakeholder workshop on Interchange Optimization for June 10<sup>th</sup>
- Preliminary Agenda:
  - Updated benefit analysis to reflect interface pricing differences
  - Additional detail on the Interchange Optimization proposal
    - Clearing process
    - Transmission service requirements
    - Market settlement rules
  - Impacts of ELMP implementation at MISO
  - Timeline and Next Steps

# Next Steps

- PJM will host the second joint stakeholder workshop
  - June 10, 2014 from 10 AM to 3 PM at PJM
- MISO and PJM will provide ongoing updates to their individual stakeholder processes as well as to the JCM
  - MISO – Seams Management Working Group
  - PJM – Market Implementation Committee
- MISO and PJM individual stakeholder processes will occur between July and December 2014
- Target FERC Filing in January 2015
- Target Implementation in 2016

# Timeline



# Questions



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