



Carbon Pricing Senior Task Force Monthly Progress Report

6/21/2021

Carbon Pricing

The [Carbon Pricing Senior Task Force \(CPSTF\)](#) was established to discuss potential process or rule changes necessary to integrate a regional or sub-regional carbon pricing mechanisms into its wholesale electricity markets. Stage 1 of the key work activities includes education on various topics such as jurisdictional issues, leakage, and other RTO/ISO strategies related to carbon pricing. Stage 1 also includes a review of the assumptions and results of the PJM study on the impacts of a carbon price in the PJM wholesale energy market. Stage 1 is expected to take between six to twelve months. Stage 2 will focus on developing market rules to implement carbon pricing and manage leakage, where appropriate. The Carbon Pricing Senior Task Force reports to the Markets and Reliability Committee.

Issue Status

The CPSTF is currently in the education and analysis phase of Stage 1.

Progress Update

The CPSTF has held fifteen meetings to date with the last meeting on May 27, 2021. During the last meeting, an overview was provided by Exelon on their alternative border adjustment methodology.

PJM has taken the feedback from stakeholders regarding the timing and resequencing of various stakeholder initiatives, resulting in an alternate work plan for the CPSTF. The CPSTF meetings will not be held during the summer and will resume in September 2021. As a result, the June 24, 2021 CPSTF meeting was cancelled. PJM is committed to continuing the CPSTF as a valuable forum for carbon pricing discussions. During the break, PJM will continue to be engaged with interested stakeholders on questions, models and additional analysis recommendations. Requests for further discussions, can be sent to Jen Tribulski, Jennifer.Tribulski@pjm.com, or Suzanne Coyne, Suzanne.Coyne@pjm.com.

The next CPSTF meeting is scheduled for September 28, 2021.