

Cap Review Senior Task Force

This charter describes the objectives (mission) and responsibilities of this stakeholder group to complete the specific scope of work assigned by the Markets and Reliability (MRC).

Charge Summary

The Issue Charge states the purpose is to work with stakeholders to develop a permanent solution, if necessary, related to the temporary waivers associated with FERC dockets [ER14-1144](#) and [ER14-1145](#).

The Offer Cap Review Problem Statement was brought forward by PJM and approved by the MRC on April 24, 2014.

Key Work Activities

- Provide education regarding the history of offer caps for cost-based and price-based offers and their drivers.
- Consider a potential change or elimination of offer caps, if it is determined to be necessary on an ongoing basis, for cost-based offers in the PJM energy markets.
- Consider a potential change of offer caps, if it is determined to be necessary on an ongoing basis, for price-based offers in the PJM energy markets.
- Clarify the definition of offer cap with respect to incremental versus startup and no-load costs.
- Recommend changes, if any, to governing documents and manuals to effectuate the offer cap changes.

Expected Deliverables, Milestones, and Deadlines

The CRSTF should provide back to the MRC any potential changes to governing documents and manuals that would be necessary to revise offer caps for cost-based and price-based offers. The work shall be completed such that a FERC order could be obtained by December 31, 2014.

Decision Making Methodology: Tier 1, consensus (unanimity) on a single proposal (preferred default option), or Tier 2, multiple alternatives

Administrative Details

Group Name: Cap Review Senior Task Force (CRSTF)

Parent Committee: Markets and Reliability Committee (MRC)

Facilitator: Adrien Ford

Secretary: Janell Fabiano

Web Page: <http://www.pjm.com/committees-and-groups/task-forces/crstf.aspx>

Meeting Frequency: Bi-Weekly, or as needed.

Expected Overall Duration of Work: Five months

- The group will conduct its activities in accordance with the protocols found in the PJM Stakeholder Process Manual (M-34).
- The group will accomplish the scope of work identified above and only the work above. Approval from the parent Standing Committee will be sought before engaging in any activity outside this scope.
- The group will periodically report progress on its chartered scope of work to its parent Standing Committee.
- Meeting minutes and all meeting materials will be published on the PJM web site.
- The group will prepare a final report (the Consensus Proposal Report or Proposal Alternatives Report whichever is applicable). This report will constitute its recommendation to the parent Standing Committee to resolve the issue.
- Membership in the group is open and will be identified by volunteerism. Group members are not required to sign a confidentiality agreement or non-disclosure agreement.