



Marginal Line Loss Surplus Allocation Billing Adjustments Update

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Markets and Reliability Committee
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- PJM is planning to submit a Request For Expedited Consideration of AMP's Request for Rehearing
 - PJM takes no position on the merits of AMP's request, but will request that FERC act quickly on AMP's request
 - Explain that the numerous twists and turns of this proceeding have created uncertainty and the process of issuing certain allocations and refunds is not without cost to either PJM and market participants
 - Provides participants and the market finality on this proceeding that has spanned 11 years
 - Provides greater certainty that PJM will not need to (re)undo the refunds to be issued under the Remand Order

- The Remand Order did not set a deadline for PJM to issue refunds so PJM plans to state that, absent expeditious action, PJM will go ahead and begin its internal process to issue surcharges and refunds 90 days from AMP's rehearing request
- Explain PJM's plans for collecting monies due for refunds, and plans for issuing refunds:
 - PJM can only provide refunds from the money it collects from parties that received refunds pursuant to an earlier order in this proceeding per PJM OA section 14B.4(e),
 - PJM only has the authority to “surcharge those customers who received too large an allocation of credits.” Accordingly, the amount of refunds PJM ultimately disperses may be less than the amount that was originally over allocated pursuant to FERC's earlier order.

- PJM expects to submit a Request For Expedited Consideration of AMP's Request for Rehearing during the week of August 19–23
- In the absence of FERC direction on AMP's Request for Rehearing, PJM Settlement, Inc. will begin its determination of the amounts of refunds owed to the marketers and collected from the loads and PJM exporters approximately 90 days from AMP's rehearing request (October 21, 2019)
 - It will take PJM 6 weeks to process these calculations
 - PJM Settlement, Inc. plans to notify market participants (PJM Loads & Exporters) of the additional funds to be collected during the month of December 2019 via the Market Settlement Reporting System (MSRS) for the December 2019 monthly billing statement which will be issued in January 2020
 - PJM Settlement, Inc. plans to notify market participants (Financial Marketers) of the credits which will be provided to the marketers via MSRS during the month of January 2020 and the January 2020 billing statement which will be issued in February 2020

- Additional updates up to and including detailed plans on actual settlement action will be shared by PJM at future Stakeholder meetings which include:
 - Market Settlement Subcommittee
 - Market Implementation Committee
 - Markets & Reliability Committee
- Any questions can be directed to mss@pjm.com or intactg@pjm.com