



APPROVED MEETING MINUTES
PJM Interconnection
Credit Subcommittee (CS)
Conference Call
May 6, 2014
1:30 p.m. – 4:00 p.m.

Participants attending/on Teleconference:

Loomis	Hal	Chair – PJM
Adams	Sean	PSEG Energy Resources and Trade LLC
Babp	Alan	PPL EnergyPlus, LLC
Benjamin	Jhon	The Dayton Power & Light Company
Breslawski	Ann	Rochester Gas and Electric Corporation
Brooks	Courtney	Consolidated Edison Company of NY
Bruce	Susan	McNees Wallace & Nurick LLC
Bucci	Cindy	Southern Maryland Electric Cooperative
Castillo	Phyllis	Konektiv
Cermack	Trish	Louisville Gas & Electric Co.
Erbrick	Michael	DhastCo, LLC
Ettehadieh	Maxi	Macquarie Energy LLC
Godson	Gloria	PEPCO Holdings
Gorman	Kevin	The Highlands Energy Group LLC
Hart	Joy	North Carolina Electric Membership Corporation
Hastings	David	DhastCo, LLC
Hayes	Brian	Dominion Retail, Inc.
Holdbrook	Ruth	Northern Virginia Electric Cooperative
Johnson	Carl	Customized Energy Solutions, Ltd.
Jones	Erik	Integrays Energy Services, Inc.
Kogut	George	New York Power Authority
Laskowski	Tania	Allegheny Electric Cooperative, Inc.
Liu	Jessica	Powerex Corporation
Mahoney	Julianne	New York State Electric & Gas Corporation
Marian	Frank	PPL EnergyPlus, LLC
Marton	David	FirstEnergy Solutions Corporation
McIntyre	Ryan	Appalachian Power Company
Nanjundan	Narmada	East Kentucky Power Cooperative, Inc.
Niemeyer	Jay	PJM



Norton	Chris	American Municipal Power, Inc.
Peoples	John	Duquesne Light Company
Rajan	Abhijit	Dominion Resources
Robson	Matt	SESCO Enterprises LLC
Sidhom	Noha	Inertia Power I, LLC
Sims	Tom	FirstEnergy Solutions Corporation
Staska	Stephanie	Twin Cities Power, LLC
Thompson	Bill	Appalachian Power Company
Wallace	Casandra	The Energy Authority, Inc.

1. ADMINISTRATION

The Subcommittee approved the minutes of the April 4, 2014 meeting by acclamation with no objections and no abstentions.

2. CREDIT SURVEY RESULTS

Hal Loomis presented the results of the recent credit survey. During subsequent discussion:

- a. PJM agreed to introduce the idea of reducing the virtual transactions current credit requirement from "1+3" to "1+1" to the MIC in parallel with continued development of the underlying data enhancements to credit exposure calculations that are required for such a reduction.
- b. PJM agreed to work with PJM's Law Dept. to draft language that could allow affected members to certify that their risk policies and procedures have not changed, rather than resubmit them annually.
- c. Stakeholders were asked to submit any specific ideas they might have for changes to virtual bidding credit requirements.
- d. Stakeholders were asked to submit specific ideas for discussion at the next CS meeting regarding potential changes to the current peak Market Activity (PMA) credit structure. This single issue will merge the survey topics of increased numbers of early payments for credit reductions as well as the use of both lagging and leading indicators in calculating PMA credit requirements.

3. PREPAYMENT OPTIONS

Mr. Loomis initiated a matrix discussion on potential changes to PMA prepayments. Following group discussion, this individual topic was merged with the earlier PMA-related issues into one PMA discussion going forward. Stakeholders were requested to submit specific ideas for changes for discussion at the next CS meeting.



4. DEMAND BID SCREEING

Suzanne Daugherty presented additional analysis on potential demand bid volume limits. She also stated that more analysis will be presented at the June CS meeting.

5. CREDIT OVERVIEW UPDATE

Mr. Loomis presented updates to the Credit Overview. Members requested further clarification in the document regarding voting members, affiliates and subaccounts.

6. FUTURE AGENDA ITEMS

7. NEXT MEETING

June 10, 2014	1:30 – 4:00 pm	Teleconference
July 18, 2014	9:30 am – 12:00 pm	Teleconference



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