

## Reliability Pricing Model (RPM) Credit Requirement for At-risk Existing Resources

### Problem Statement:

The current credit policy does not address potential exposure to committed existing capacity resources that are at increased risk of default on their RPM commitments for which replacement capacity, if required, might cost more than the RPM commitments of the resource at risk of defaulting on its RPM commitments.

### Issue Source

PJM

### Stakeholder Group Assignment

Credit Subcommittee

### Key Work Activities

1. Review exposure concern
2. Discuss possible ways to address the exposure
3. If necessary, discuss associated changes to the PJM Credit Policy and/or other documentation.

### Expected Deliverables

1. If needed and as appropriate, revisions to PJM's Tariff, Operating Agreement, Reliability Assurance Agreement, and/or Credit Overview

### Decision-Making Method

Tier 1, consensus (unanimity) on a single proposal.

### Expected Duration of Work Timeline

1. Stakeholder discussion 2018 1Q - 3Q
2. FERC filing 2018 3Q
3. Implementation 2018 4Q