

## BOARD OF MANAGERS MEETING MINUTES

January 20, 2022

A meeting/conference call of the PJM Interconnection, L.L.C. (PJM) Board of Managers (Board) was convened at approximately 6:00 p.m. on January 20, 2022.

The following Board members were present, constituting a quorum:

- Mark Takahashi, Chair
- Manu Asthana, President and Chief Executive Officer (ex officio)
- Terry Blackwell
- Paula Conboy
- Jeanine Johnson
- Margo Loebel
- David Mills
- Dean Oskvig
- Sarah Rogers

Present for the meeting were the following PJM personnel:

- Stu Bresler, Senior Vice President – Market Services
- Mike Bryson, Senior Vice President – Operations
- Lisa Drauschak, Vice President, CFO and Treasurer – Finance
- Craig Glazer, Vice President – Federal Government Policy
- Asim Haque, Vice President – State & Member Services
- Colleen Hicks, Associate General Counsel
- Chris O'Hara, Senior Vice President, General Counsel, Secretary & Chief Compliance Officer
- Lisa Salmon, Executive Assistant to the President & PJM Board

## HILL ENERGY RESOURCE & SERVICES DEFAULT

- Lisa Drauschak provided an overview of the current FTR Credit Requirement and the differences between position risk, portfolio risk, and market participant risk. Drauschak also reviewed the frequency of FTR auctions and the FTR products/terms. Drauschak reviewed the materials provided on the Hill Energy Resource and Services default, including the timeline, the portfolio exposure, and the collateral positions. Drauschak also reviewed other market participants impacted by similar positions and additional risk and credit activity with respect to those participants.
- Chris O'Hara provided a legal update and Manu Asthana reviewed the various regulatory and Member communications, including consultation with the IMM.

- Stu Bresler reviewed the materials provided regarding the constraint in the Northern Neck peninsula in Virginia, together with possible mitigating actions and market concerns.
- The Board discussed the need for continuing improvements in credit and risk management, including enhanced consideration of outages and collateral management. Management committed to provide the Board with recommended enhancements based upon a review of the default.

At approximately 8:15 p.m., the meeting adjourned.

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