

Market Settlement Subcommittee Final Proposal Report

October 8, 2014

Issue Summary

Settlement of Emergency Load Response and Emergency Energy Charges Problem Statement/Issue Charge Problem Statement brought forward by City of Rochelle Problem Statement/Issue Charge approved at May 12, 2014 Market Settlements Subcommittee Meeting Number of Meetings covering this topic: 5

1. Recommended Proposal

The Market Settlements Subcommittee agreed to bypass the full matrix development in favor of a straightforward proposal that includes the effect of load reconciliation data in the settlement of Emergency Energy and Emergency Load Response. The proposal would result in an adjustment to Emergency Energy allocations that use participants' real-time net interchange to consider Load Reconciliation data. The proposal also calls to include participants' recalculated real-time net interchange in the assignment of Emergency Load Response charges. The subcommittee was issued a poll to determine support, with 93% of respondents in favor of including the effect of load reconciliation in the settlement of Emergency Load Response and Emergency Energy.

Appendix II: Supplemental Documents

Emergency Energy and Emergency Load Response Settlement Education Materials

Emergency Energy and Emergency Load Response Settlement Proposal

Polling Results

M-28 Draft Language

Appendix III: Stakeholder Participation

Reid, Ryan Treadwell, Albert Teamann, Cindy Gleckler, Eric Gundrum, Jake Kendall, Brandon Werner, Christopher Juhrden, Jane Shaffer, Brian Bloom, David Kotras, Craig Aces Power Marketing Allegheny Electric Cooperative, Inc. Allegheny Power Appalachian Power Company Appalachian Power Company Appalachian Power Company Appalachian Power Company Atlantic City Electric Company Atlantic City Electric Company Baltimore Gas and Electric Company Baltimore Gas and Electric Company Not Applicable Electric Distributor Transmission Owner Transmission Owner Transmission Owner Transmission Owner Electric Distributor Electric Distributor Transmission Owner Transmission Owner Transmission Owner



Kohuch, Simon Krok, Kimberly Curtis, Eileen Scherer, Paul Dessender, Harry Filomena, Guy Johnson, Carl Popella, Jeff Erbrick. Michael Rayhorn (ES), Carolyn Wilmoth, Emily Peoples, John Wong, Bryant Ainspan, Malcolm Whitman. Robert Malick. John Wilhite, Chad Marton, David Hagaman, Derek Frelich, Jessica Mabry, David Bertocchi, John Kogut, George Lattos, James Hart, Joy Owens, Christina Geist. Jordan Salem, Jay Brodbeck, John Cook Jr., Patrick Chesser, Kathrina Hartman, Gary Atlas. Ted Sassaman, Terri Krauss, Robert Mendez, Maria Saxe, Barbara Verduin, Glenn McDonald, Renee

Brookfield Energy Marketing LP Calpine Energy Services, L.P. Commonwealth Edison Company Commonwealth Edison Company Customized Energy Solutions, Ltd.* Customized Energy Solutions, Ltd.* Customized Energy Solutions, Ltd.* Dayton Power & Light Company (The) DhastCo.LLC Dominion Virginia Power Dominion Virginia Power Duquesne Light Company EDP Renewables North America, LLC Energy Curtailment Specialists, Inc. Enerwise Global Technologies, Inc. Exelon Generation Co., LLC FirstEnergy Solutions Corp. FirstEnergy Solutions Corporation **GT** Power Group Integrys Energy Services, Inc. McNees Wallace & Nurick LLC Metropolitan Edison Company New York Power Authority Noble Americas Energy Solutions LLC North Carolina Electric Membership Corporation North Carolina Electric Membership Corporation PECO Energy Company Pennsylvania Electric Company Potomac Electric Power Company Potomac Electric Power Company Powercosts Inc PPL Electric Utilities Corp. dba PPL Utilities PPL EnergyPlus, L.L.C. PPL EnergyPlus, L.L.C. Public Service Electric & Gas Company Wabash Valley Power Association, Inc.

Other Supplier Generation Owner Transmission Owner Transmission Owner Not Applicable Not Applicable Not Applicable Transmission Owner Not Applicable Not Applicable Not Applicable Transmission Owner Generation Owner Other Supplier Other Supplier Generation Owner Transmission Owner Transmission Owner Transmission Owner Other Supplier Not Applicable Transmission Owner Other Supplier Other Supplier **Electric Distributor** Electric Distributor Transmission Owner Transmission Owner Electric Distributor **Electric Distributor** Not Applicable Transmission Owner Transmission Owner Transmission Owner Transmission Owner Transmission Owner Transmission Owner **Transmission Owner** Other Supplier