

Regulation Market Pricing

Issue Source

PJM

Stakeholder Group Assignment

PJM believes the solution to this problem is sufficiently simple and will request the Markets and Reliability Committee (MRC) Chair to permit the discussion of solutions at the time the Problem Statement and Issue Charge are introduced.

Key Work Activities

Key work activities could include but are not limited to:

1. Brief education on how the Benefits Factor affects the regulation market clearing and pricing
2. Develop a proposed solution for the Regulation Market Pricing issue.
3. Define the implementation timeline for any proposed solution.

Out of Scope Items

There is no plan to address any broader Regulation Market design changes as part of this process.

Expected Deliverables

Deliverables include the following:

1. A recommendation to the MRC on market rule changes for a proposed solution
2. Updates to the Tariff and Manuals, as applicable

Decision-Making Method

PJM will seek Tier 1 consensus (unanimity) on a single proposal for this issue.

Expected Duration of Work Timeline

Priority for this issue is high and the timing is near term. PJM proposes to start the discussion of solutions at the September MRC and end with a vote at the October MRC.