



MINUTES
PJM Interconnection
Demand Response Subcommittee (DRS)
July 9, 2012
1:00pm – 5:00pm (EPT) WebEx/conference call

1. ADMINISTRATION

There were no comments regarding the 5/29/12 meeting minutes. A future DRS meeting date, time and location were determined, November 13, 9:30am to 3:30pm (EPT) at PJM's CTC in Valley Forge and on WebEx/Conference call. There was a brief update/discussion regarding DR activates in other PJM stakeholder groups. The DRS was made aware of the Net Benefits Price (NBP) for August of \$24.47/MWh. The subcommittee was reminded of the revised economic DR compensation calculation change that was effective 7-1 (ie: no compensation when LMP is < NBP). The subcommittee was also made aware that the FERC accepted PJM's 745 filing but PJM needed to make a 30 day compliance filing to address clerical typo and omission errors.

2. PJM DUPLICATE REGISTRATION RESOLUTION

The committee discussed the options at length and decided to go forward with the preparation of draft business rules that followed the logic of Option 1-C. This is the option that results in termination of a registration if both CSPs either affirm or neither affirms that the end use customer chose them. Stakeholders indicated this was option they would be willing to live with although it may not be the preferred option of each stakeholder.

3. PROPOSED FSL ADJUSTMENT IMPLEMENTATION

The subcommittee agreed to move forward with the creation of draft business rules for the FSL adjustment proposal. BGE is to lead the effort to write the draft rules. PJM agreed to make the MIC aware of this outcome and draft rules writing effort. BGE may make a presentation at the next MIC.

4. MANUAL CHANGES - ORDER 745 AND RECENT DR REGULATION CHANGES

PJM reviewed the Manual 11 and 28 redlined changes and answered questions. The Manual changes are based on the business rules documented and discussed with DRS over prior 6 months. PJM requested stakeholder to contact PJM if there are any question or issues since the changes will be sent to MIC/MRC for endorsement. PJM's intent is to bring the M11 and M28 changes forward in the stakeholder process in a combined fashion since they are both related to Order 745. Draft language for Manual 1 regarding Electronic Notification was also reviewed.

5. DR REPORTING ITEMS

PJM presented the DR Monthly Activity Report and answered questions regarding its content. PJM presented data regarding emergency DR registration volumes and associated commitment volumes from eRPM. The data showed a larger volume of DR registered than was committed through RPM and that the RPM commitment initial established in the BRA was significantly reduced by CSP(s) prior to DY.. PJM presented its preliminary plans to begin collecting additional data regarding the sources and characteristics of the actual resources that are providing DR. The members were asked to provide input regarding what data should be collected. A member raised a concern about



use of the data in FERC audits. Stakeholder generally agreed to clarify current data collection process and expand where necessary. CSPs indicated need for additional data should take into consideration administrative burden and potential for inadvertent compliance issues.

6. FUTURE MEETING DATES

8/16/12	9:30 am – 3:30 pm	Valley Forge, PA, PJM CTC
9/25/12	1:00 pm – 5:00 pm	Conference call
11/13/12	9:30 am – 3:30 pm	Valley Forge, PA, PJM CTC

Anti-trust:

You may not discuss any topics that violate, or that might appear to violate, the antitrust laws including but not limited to agreements between or among competitors regarding prices, bid and offer practices, availability of service, product design, terms of sale, division of markets, allocation of customers or any other activity that might unreasonably restrain competition. If any of these items are discussed the chair will re-direct the conversation. If the conversation still persists, parties will be asked to leave the meeting or the meeting will be adjourned.

Code of Conduct:

As a mandatory condition of attendance at today's meeting, attendees agree to adhere to the PJM Code of Conduct as detailed in PJM Manual M-34 section 4.5, including, but not limited to, participants' responsibilities and rules regarding the dissemination of meeting discussion and materials.