

PJM IMM Interface Pricing Recommendations

PJM/MISO JCM

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Principles for Efficient Interface Pricing

- **The interface definition between PJM and MISO should:**
 - **create efficient incentives for transactions**
 - **facilitate price convergence between RTOs**
 - **prevent persistent arbitrage opportunities**
 - **prevent gaming opportunities**
 - **be consistent with single LMP system**

PJM IMM Position

- **PJM IMM supports any short term compromise definition that respects the principles for efficient interface pricing.**
 - **PJM IMM can support Alternative 2 or Alternative 4 if implemented correctly.**
- **PJM IMM recommends that the long term solution reflect the pricing that would result from a single LMP dispatch over the entire multi-RTO/ISO area.**

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