



MARKET MONITORING ISSUES

EMC
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- CDTF developed unanimous proposals and referred to EMC and MC for votes:
 - Cost-based No-Load offers
 - VOM definition
- Associated Units proposal developed by MMU.
 - Reviewed with committees
 - Approved by FERC for one member
 - Requires vote

- Cost-based no-load offers for market-based offers
 - Permits market based energy offers to include cost-based no-load offers
 - Only if offer also includes cost-based start offer
 - Twice annual election
- Proposal requires a change to the OATT.
- Draft language provided
 - Will be reviewed by TAC

- Modification of variable operation and maintenance (VOM) expense definition
 - Permits VOM to include all appropriate variable expenses regardless of company-specific accounting policies
 - Some companies capitalized variable expense items
 - Likely to increase VOM
- Proposal requires a change to the CDTF Manual M-15.
- Draft language provided
 - Will be reviewed by CDTF

- Associated Units (AU) :
 - PJM proposes that AUs be eligible for a higher offer cap if associated with an FMU
 - A \$40 adder for cost-based offers.
 - PJM will bring tariff language to the next EMC for a vote.
- Draft language provided
 - Will be reviewed by TAC