



# Rochelle Municipal Utilities Business and Financial Analysis

Memo

**To:** Dave Plyman  
**From:** Dan Westin  
**Date:** July 8th 2015  
**Re:** Transmission Operator Control Center Services for Tariff project/PJM Integration

**SUBJECT:** Recommendation to approve City Manager to sign Agreement for Transmission Operator Control Center Services for Tariff project/PJM Integration

**Encl:** Pressrelease re FERC Order on Transmission Tariff

**Recommended Action:** Consider Approving City Manager to sign Agreement for Transmission Operator Control Center Services for Tariff project/PJM Integration

**History and Fact:** RMU has engaged with PJM for a full integration of RMU's electrical transmission system into the regional transmission operations. This integration requires a control center that is a Transmission Operator Control center with personnel that are certified by NERC and PJM to meet NERC/RF and PJM requirements.

FERC approved the RMU transmission tariff June 23<sup>rd</sup> 2015 which will be in effect August 1<sup>st</sup> as well as provide for the continuing updating of such tariff on a yearly basis. The tariff cost basis includes the costs incurred for provisioning the transmission system so costs such as this control center service is covered by the tariff calculations.

RMU generation plant personnel is being trained in Transmission Operations procedures and will be supported fully in achieving certification. This measure provides a ramp-up for them to have a solid operation in place for full reliability management of Rochelle's role in the Bulk Electrical System.

**Recommendation:** Approve of City Manager to sign Agreement for Transmission Operator Control Center Services for Tariff project/PJM Integration at a monthly cost of \$20,000 on a one year basis