

PJM Proposed Timelines (June 28, 2012)

Item 1: Unit-Specific ACR Data Submission, Review of Data, Offer Cap Calculation, and Offer Cap Affirmation

Actor	Milestone Activity	Current Defined Deadline	PJM Proposed Milestone Date
Capacity Market Seller (CMS)	Requests unit-specific offer cap and submits data and supporting documentation for calculating offer caps and unit-specific ACR	Two months	100 days prior to commencement of offer period for Auction
CMS	Submits notarized statement of corporate officer indicating that Generation Capacity Resource will retire in order to utilize retirement ACR	“timely”	7 days prior to commencement of offer period for Auction
IMM	Provide Projected PJM Market Revenues, Opportunity Cost Unit-Specific Values to CMS Provide determination of Market Seller Offer Cap to CMS Provide Unit-Specific ACR Value to CMS	One month prior to Auction (for offer caps)	75 days prior to commencement of offer period for Auction
IMM/CMS	Attempt to reach agreement on unit-specific ACR and Market Seller Offer Cap	None	70 days prior to commencement of offer period for Auction
CMS	Affirms IMM calculated offer cap or requests PJM determination	None	69 days prior to commencement of offer period for Auction
PJM	PJM reviews submitted offer cap request and supporting information and makes determination of level of offer cap / whether compliant with OATT	None	60 days prior to commencement of offer period for Auction
PJM	Files its determination of appropriate default ACR if disagrees with values proposed by IMM	None	65 days prior to commencement of offer period for Auction
IMM	Annually provide updated default ACR to PJM or notice of its determination that updated values aren't needed	None	September 30 th

Item 5: Offer EFORd in RPM for Exceptions

EFORd for Base Residual Auctions, First Incremental Auctions, Second Incremental Auctions and Conditional Incremental Auction held before date on which final EFORd used for Delivery Year is Posted

Actor	Milestone Activity	Current Defined Deadline	PJM Proposed Milestone Date
CMS	Submits EFORd data and notifies IMM if CMS requests exception (EFORd exceeding Sell Offer EFORd) and provides supporting documentation	None	90 days prior to commencement of offer period for Auction
IMM	Reviews submitted EFORd and exception request and provides maximum EFORd value acceptable to IMM to CMS and PJM	None	70 days prior to commencement of offer period for Auction
IMM/CMS	CMS affirms agreement with IMM of EFORd exception value or requests PJM determination	None	65 days prior to commencement of offer period for Auction
PJM	If IMM/CMS cannot agree, PJM reviews submitted EFORd exception request and supporting information and makes determination of EFORd / determines whether EFORd compliant with OATT	None	60 days prior to commencement of offer period for Auction

EFORd for Third Incremental Auction; Conditional Incremental Auction held after date on which final EFORd used for Delivery Year is Posted

Actor	Milestone Activity	Current Defined Deadline	PJM Proposed Milestone Date
CMS	Submits maximum EFORd request and provides supporting documentation; submit exception to calculation of maximum EFORd	None	50 days prior to commencement of offer period for Auction
IMM	Reviews submitted EFORd and exception request and provides determination of maximum EFORd value acceptable to IMM	None	35 days prior to commencement of offer period for Auction
IMM/CMS	Attempt to come to agreement on maximum EFORd exception and value and notify PJM and CMS of determination	None	30 days prior to commencement of offer period for Auction
IMM/CMS	CMS affirms agreement with IMM of EFORd exception value or communicates highest EFORd value to which it agrees to commit or informs PJM and IMM that it disagrees with IMM's determination	None	30 days prior to commencement of offer period for Auction
PJM	If IMM/CMS cannot agree, PJM reviews submitted EFORd exception request and supporting information and makes determination of EFORd	None	20 days prior to commencement of offer period for Auction

Item 8: Mitigation Checks for Planned Capacity Resources

Actor	Milestone Activity	Current Defined Deadline	PJM Proposed Milestone Date
PJM	RPM Auction period closes	May	4 days after the close of offer period for Auction
IMM	Notifies CMS and PJM if offer found non-competitive	None	7 days after the close of offer period for Auction
PJM	Notifies CMS and IMM if offer is rejected	None	8 days after the close of offer period for Auction
CMS	Resubmits revised offer	None	10 days after the close of offer period for Auction

Item 9: Black Start Revenue Requirements

Actor	Milestone Activity	Current Defined Deadline	PJM Proposed Milestone Date
Black Start Market Participant (BSMP)	Submit Black Start Service (BSS) revenue requirement data to PJM and IMM	None	May 3
IMM	Provide evaluation of values to BSMP	None	May 14
IMM/BSMP	Attempt to come to agreement on level of components of Black Start Service revenue requirements for annual calculation	None	May 21
BSMP	Affirms BSS values to which it agrees and/or communicates lowest BSS values to which it agrees to commit to IMM	None	May 21
IMM	Reviews submitted BSS revenue requirement data and provides BSS values acceptable to IMM to PJM	None	May 21
BSMP	Provides calculation of revenue requirement to PJM if not in agreement with IMM calculation	None	May 21
PJM	PJM makes determination of BSS values comply with the tariff and any applicable FERC orders PJM makes determination of BSS values if IMM doesn't provide revenue requirement calculations by May 21 st and if IMM and BSMP can't agree on level of components included in calculation of BSS revenue requirements	None	May 27
PJM	Effective date of BSS revenue requirements	None	June 1

Item 10: Determination of Frequently Mitigated Units (FMUs) and Associated Units (AUs)

Actor	Milestone Activity	Current Defined Deadline	PJM Proposed Milestone Date
IMM	IMM calculates cost capping percentages for FMUs and AUs IMM notifies unit and PJM of FMU/AU status of unit	None	21 st day of the month

Item 11: Parameter Limited Schedules

Actor	Milestone Activity	Current Defined Deadline	PJM Proposed Milestone Date
Seller	Submits exception request to PJM and IMM (Current tariff provides for PJM to pass exception request to IMM)	February 28	February 28
IMM	Notifies PJM and Seller of approved PLS value	March 1	March 15
Seller	Affirms IMM PLS value or notifies IMM and PJM of PLS value to which it agrees to commit	None	March 20
PJM	PJM shall evaluate request for exception, and provide PLS value or approval of Seller's value to Seller and IMM	None	March 28

Item 12: Minimum Offer Price Rule (MOPR)

Actor	Milestone Activity	Current Defined Deadline	PJM Proposed Milestone Date
CMS	Submits request for exception to MOPR, with full documentation, to IMM and PJM	60 days prior to commencement of offer period for RPM Auction	110 days prior to commencement of offer period for RPM Auction
IMM	Review the information and documentation in support of the exception request and provide findings in writing simultaneously to the CMS and PJM	30 days after receipt of exception request	80 days prior to commencement of offer period for RPM Auction
CMS	Affirms IMM MOPR value or notifies IMM and PJM of highest MOPR value to which it agrees to commit	None	--
CMS	Request PJM to review of IMM determination of exception request if adverse to CMS	5 days after receipt of the IMM's determination	75 days prior to commencement of offer period for RPM Auction
PJM	PJM provide to CMS its determination of MOPR exception request	45 days after receipt of the request	65 days prior to commencement of offer period for RPM Auction