

Firm Transmission Service Reservation Priority Rollover Rights

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An existing **firm transmission service** customer with a contract term of five years or more has the right to continue to take transmission service from PJM when the contract expires, rolls over, or is renewed.

This transmission reservation priority for existing firm service customers is an ongoing right that may be exercised at the end of all firm contract terms of five years or longer.



Existing customers must notify PJM <u>no later than one year prior to the end</u> <u>of the term of its firm transmission contract</u> that it is exercising its transmission reservation priority and will take transmission service for an additional term of five years or longer; otherwise it shall forfeit the transmission reservation priority.



- For purposes of these tariff provisions, transmission service customers with a transmission service contract term of five years or more, should track:
 - The contract end date; and
 - A date <u>more than one year</u> before the contract end date to allow sufficient time to exercise transmission reservation rollover rights (example, 14 months before expiration).
- In addition to forfeiting reservation priority, the failure to timely exercise rollover rights could result in transmission service customers having to follow other tariffed processes in lieu of the comparably streamlined rollover process



- PJM will return to the Operating Committee with a Problem Statement/Issue Charge to explore potential enhancements to the rollover rights process for internal Network Integration Transmission Service pursuant to Tariff, Part III
- PJM has recently indicated to FERC that it intends to explore with stakeholders the potential for evergreen agreements for internal network transmission service pursuant to Tariff, Part III



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