Update to RPM Replacement Transaction Timing

DRS 1/27/2017
• Manual 18 revisions were endorsed at the MRC meeting on Dec. 22, 2016 which changed the allowed submittal timing for Replacement Transactions

• Under the new rules, Replacement Transactions may not be submitted until after the 3rd Incremental Auction has been conducted for the Delivery Year with two exceptions:
  – A Generation Capacity Resource may replace a commitment deficiency after Nov. 30th, but prior to the 3rd Incremental Auction up to the deficient amount
  – Any resource type may be replaced prior to the 3rd Incremental Auction when the resource owner provides transparent and verifiable evidence supporting the expected final physical position of the resource incapable of meeting its commitment level (early Replacement Transactions)
Early Replacement Transactions

- Requests for early Replacement Transactions with evidence supporting the final physical position should be submitted in writing to both PJM and the IMM

- Acceptable reasons for early replacement are:
  - Generator Deactivation (properly noticed to PJM and posted on the website)
  - Withdrawal of generation queue position / cancellation of generation project *
  - Generation delayed in-service date *
  - Permanent departure of load used as a basis for an existing DR or EE resource at the time of commitment

- Generation replaced may not be recommitted for the Delivery Year
- DR/EE sites replaced may not be registered or recommitted for the Delivery Year

* Must be accompanied by written notification to PJM Interconnection Projects manager

** M18 Revision 36 redline: [http://www.pjm.com/~/media/documents/manuals/m18-redline.ashx](http://www.pjm.com/~/media/documents/manuals/m18-redline.ashx)