



## Executive Summary Manual Changes

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| <b>Effective Date</b>   | October 31, 2021                        |
| <b>Impacted Manual #(s)/Manual Title(s):</b>  |   |
| M18: PJM Capacity Market, Revision 51   |   |
| <b>Conforming Order(s):</b>   |   |
| None  |   |
| <b>Associated Issue Tracking Title:</b>   | EE Addback in Capacity Auction Clearing |
| <b>Committee Approval Path - What committee(s) have already seen these changes?</b>   |   |
| Planned Committee Review/Endorsement:<br><br>MIC: September 9, 2021 (First Read)<br>MRC: September 29, 2021 (First Read)<br>MIC: October 6, 2021 (First Read)<br>MRC: October 20, 2021 (Endorsement)  |   |
| <b>MRC 1<sup>st</sup> read date:</b>  | September 29, 2021                      |
| <b>MRC voting date:</b>   | October 20, 2021                        |
| <b>Impacted Manual sections:</b>  |   |
| Section 2.4.5 Adjustments to RPM Auction Parameters for EE Resources  |   |
| <b>Reason for change:</b>   |   |
| Implementation of new EE addback method to eliminate or minimize impact of current EE addback method's impact on auction clearing prices to be effective with all RPM Auction conducted for the 2023/2024 Delivery Year and all subsequent delivery years.  |   |
| <b>Summary of the changes:</b>  |   |
| <p><b>Section 2.4.5 Adjustments to RPM Auction Parameters for EE Resources</b></p> <p>Implementation of new EE addback method to eliminate or minimize impact of current method's impact on auction clearing prices effective with all RPM Auctions conducted for the 2023/2024 Delivery Year and all subsequent delivery years. The new method accomplishes this objective by applying an EE addback MW quantity in each auction that equals (or nearly equals within defined iteration tolerance) the cleared EE Resource MW quantity in the auction across the RTO and each LDA.</p> |   |