



Executive Summary Manual Changes

Effective Date	December, 2024 (Phase 1)
Impacted Manual #(s)/Manual Title(s): Manual 11: Energy & Ancillary Services Market Operations Manual 12: Balancing Operations Manual 28: Operating Agreement Accounting	
Conforming Order(s): TBD	
Associated Issue Tracking Title:	Reserve Certainty and Resource Flexibility Incentives
Committee Approval Path - What committee(s) have already seen these changes? RCSTF MIC, OC (informational only)	
MRC 1st read date:	June 27, 2024
MRC voting date:	July 24, 2024
Impacted Manual sections: Manual 11 Section 4.5.2 Non-Performance Manual 12 Section 4.1.2 Loading Reserves Manual 28 Sections 6.1 Synchronized Reserve Accounting Overview, 6.2.2 Balancing Synchronized Reserve Market Clearing Price Credit, 6.3.3 Synchronized Reserve Retroactive Penalty Charge	
Reason for change: <ul style="list-style-type: none">• Update PJM and Member Actions to reflect updates to how reserve deployment will occur• Specify that resources will be evaluated based on the Synchronized Reserve amounts they are “directed to deploy” to align with partial reserve deployment• Remove outdated regulation language	
Summary of the changes:	

Updates to Manual 11 Section 4.5.2 Non-Performance

- Specified that resources will be evaluated based on the Synchronized Reserve amounts they are “directed to deploy”
- Removed outdated regulation language

Updates to Manual 12 Section 4.1.2 Loading Reserves

- Updated PJM Actions to specify that the reserve deployment quantities will be added to resource basepoints and sent out immediately during a SR Event
- Added information about demand response SR deployment through DR Hub
- Updated PJM Member Actions to specify that resources shall continue to follow their basepoints, which will reflect the SR deployment instructions, and that if resources holding a SR assignment do not receive a basepoint these resources should immediately deploy their full SR assignment

Updates to Manual 28 Section 6.1 Synchronized Reserve Accounting Overview

- Removed outdated regulation language

Updates to Manual 28 Section 6.2.2 Balancing Synchronized Reserve Market Clearing Price Credit

- Specified that the Synchronized Reserve Shortfall Charge will be based on the Synchronized Reserve amount the resource “was directed to deploy”

Updates to Manual 28 Section 6.3.3 Synchronized Reserve Retroactive Penalty Charge

- Specified that retroactive penalty charge is based on failure to provide the Synchronized Reserve that resources “were directed to deploy”