

## AUTHORIZATION TO SELF-SCHEDULE CAPACITY

This Authorization to Self-Schedule Capacity (“Authorization”) of \_\_\_\_\_ (“Owner”), effective this \_\_\_ day of \_\_\_, 20\_\_\_, hereby authorizes PJM Interconnection, L.L.C. (“PJM”) to self-schedule on its behalf capacity associated with a specific generating unit \_\_\_\_\_ (“Unit”), which it will own or control for a portion of the delivery year from June 1 to May 31, 20\_\_\_ to 20\_\_\_ (“Delivery Year”), with the following other party or parties owning or controlling the Unit for the balance of such delivery year (if known): \_\_\_\_\_ (“Other Owners”).

Owner states that it will own or control the Unit during the period(s) within the Delivery Year from \_\_\_/\_\_\_/\_\_\_ to \_\_\_/\_\_\_/\_\_\_ and any additional periods listed hereafter: \_\_\_\_\_.

### RECITALS:

WHEREAS, PJM Interconnection, L.L.C. (“PJM”) is a Regional Transmission Organization (“RTO”) that administers the Reliability Pricing Model (“RPM”), a centralized market for obtaining the electric capacity resources necessary to ensure resource adequacy in its control area;

WHEREAS, a capacity resource must remain available for the entire delivery year in order to be eligible to offer its capacity in RPM auctions;

WHEREAS, an owner may seek to sell capacity in an RPM auction associated with a generating unit that such owner owns or controls for only a portion of the delivery year as result of a transaction specific to such unit commencing or terminating within a delivery year;

WHEREAS, PJM, in order to facilitate participation in its auctions of all capacity resources potentially available, permits owners collectively to authorize PJM to self-schedule the Unit on their behalf capacity owned or controlled by such owner for a portion of the delivery year,

### AUTHORIZATION

NOW, THEREFORE, Owner authorizes PJM to self-schedule its Unit during the years during which it will own or control the Unit for only a portion of the identified delivery year(s), and acknowledges that it understands and accepts the following terms and conditions of this authorization:

1. Each Owner and Other Owner (i) must submit to the PJM-designated electronic mail address a fully prepared and executed Authorization from the Owner and each Other Owner at least 5 business days prior to the opening of the bidding window of an RPM auction and (ii) must submit as the “seller” into the eRPM electronic interface system a new unit-specific transaction indicating “Self Scheduling Coordinator (SELFSC)” as the “buyer” prior to the opening of the auction bidding window. Owner understands that failure of any Other Owner to satisfy both of these requirements

shall preclude a Unit from participation in an RPM auction even where Owner otherwise has otherwise fully complied.

2. Because PJM will use the Unit's current EFOR<sub>d</sub> rating in the self-schedule, Owner recognizes that, consequently, the Unit's unforced capacity value may change between the time the Unit is offered into the RPM Auction and the delivery year for which the Unit was self-scheduled.
3. Because PJM will self-schedule the Unit, Owner recognizes that the Unit's offer will always clear an auction and that Owner must accept the applicable clearing price.
4. PJM automatically will transfer to Owner (and each Other Owner) the cleared capacity of the Unit for the portion of the Delivery Year during which it owns or controls the Unit, and that, as the "buyer" in this unit specific transaction, the Owner will for the duration of this period be responsible for any Capacity Resources Deficiency Charges that may be assessed (including those resulting from a reduced EFOR<sub>d</sub> rating), and, for the duration of the delivery year, its proportional share of any Peak-Hour Period Availability Charges, Generation Test Resource Rating Test Failure Charges, or Peak Season Maintenance Compliance Penalty Charges that may be assessed under RPM rules.

The undersigned, having been granted eRPM Read/Write Access by Owner and duly authorized to act on Owner's behalf, declares to PJM the authority described here above and intends that PJM may rely upon such declaration even to Owner's detriment.

Signed this \_\_\_\_<sup>th</sup> day of \_\_\_\_\_, 20\_\_\_\_

\_\_\_\_\_  
Signed by: \_\_\_\_\_  
Title: \_\_\_\_\_