

Tier 1 Problem Statement Summary

MIC

October 8, 2014

Joe Bowring



Monitoring Analytics

PJM Position

| | | PJM | |
|------------|--|---------------|---|
| | | No Spin Event | Spin Event |
| NSRMCP=\$0 | T1 credits = \$0 | | T1 credits = Synchronized Energy Premium Price * actual response MW |
| NSRMCP>\$0 | T1 credits = T2 SRMCP * calculated tier 1 MW | | T1 credits = T2 SRMCP * min(calculated tier 1 MW, actual response MW) |

MMU Position

MMU

No Spin Event

Spin Event

NSRMCP=\$0

T1 credits = \$0

T1 credits = Synchronized Energy Premium Price * actual response MW

NSRMCP>\$0

T1 credits = \$0

T1 credits = Synchronized Energy Premium Price * actual response MW



Monitoring Analytics, LLC

2621 Van Buren Avenue

Suite 160

Eagleville, PA

19403

(610) 271-8050

MA@monitoringanalytics.com

www.MonitoringAnalytics.com

