

# Bilateral Capacity Transactions

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AUCTION SPECIFIC			
Seller	Buyer	# Transactions	%
IG	IG	61	48%
IG	Non-IG	0	0%
Non-IG	IG	50	40%
Non-IG	Non-IG	15	12%
Total		<b>126</b>	<b>100%</b>

**IG = Investment Grade | Non-IG = Non-Investment Grade**

(Data - June 2018-June 2024)

LOCATION UCAP			
Seller	Buyer	# Transactions	%
IG	IG	506	30%
IG	Non-IG	183	11%
Non-IG	IG	193	12%
Non-IG	Non-IG	782	47%
Total		<b>1664</b>	<b>100%</b>

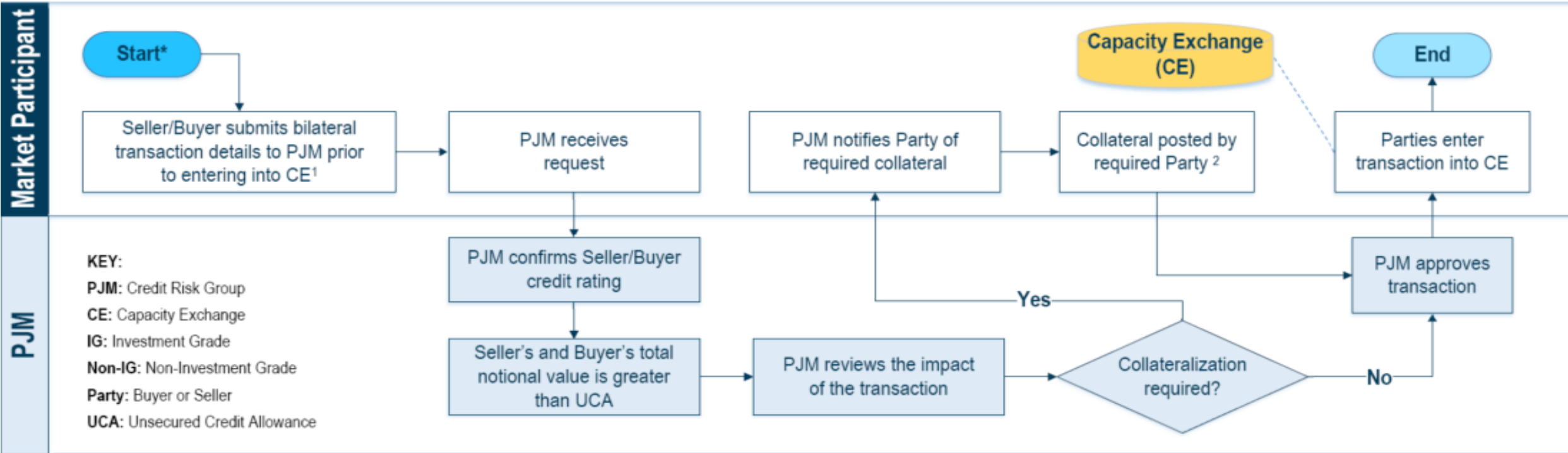
**IG = Investment Grade | Non-IG = Non-Investment Grade**  
 (Data - June 2018-June 2024)



# Bilateral Capacity Transaction Example:

## Both Seller and Buyer are IG and the Total Notional Value is greater than the UCA

Bilateral Capacity Transaction Review – Seller is IG, Buyer is IG, Total Notional Value Greater than UCA



<sup>1</sup>Transaction details: Start date, End date, Megawatts, & Price

<sup>2</sup>To be posted within the timeline for collateral outlined in Attachment Q

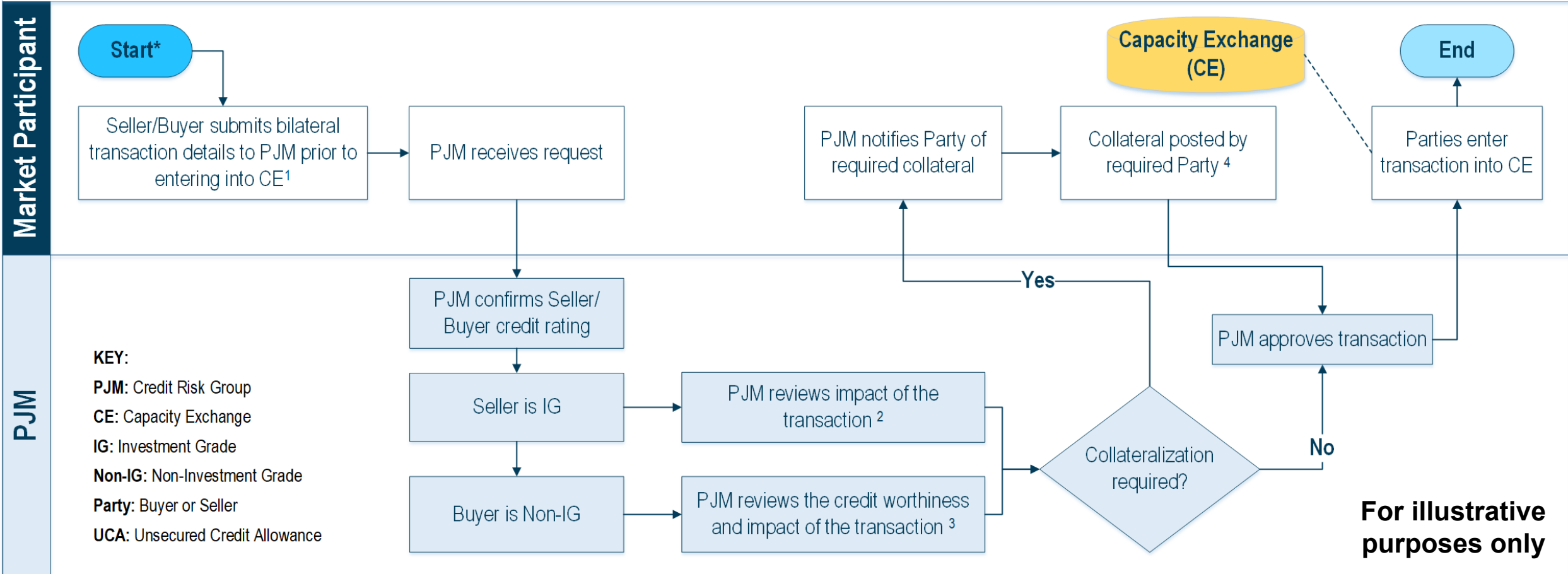
\*For transactions where both Parties are investment grade and total notional value is less than UCA for both parties than PJM's review is not required.

**Notes:**

- For Auction specific transactions: Approved transaction may be entered in Capacity Exchange following the completion of the respective RPM auction and must be confirmed by the Buyer prior to the start of the Delivery Year
- For Location UCAP: May be entered after the locking of the Delivery Year EFORd (Nov 30th prior to the DY) up to a resource's deficiency caused by EFORd update; all transactions accepted after 3rd Incremental Auction

**For illustrative purposes only**

# Bilateral Capacity Transaction Example: Seller is IG, Buyer is Non-IG



<sup>1</sup>Transaction details: Start date, End date, Megawatts, & Price

<sup>2</sup>PJM may consider the impact of the transaction as compared to the Seller's UCA.

<sup>3</sup>PJM will consider the impact of the transaction as it relates to the credit worthiness of the Buyer

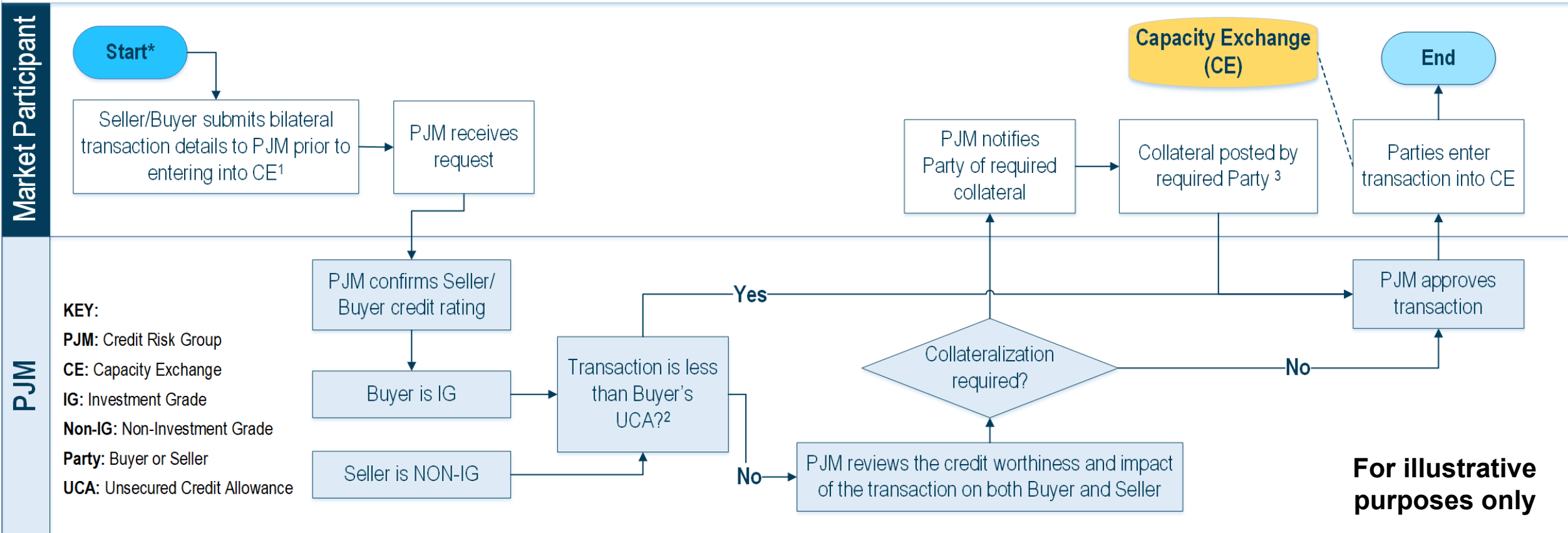
<sup>4</sup>To be posted within the timeline for collateral outlined in Attachment Q

\*For transactions where both Parties are investment grade and total notional value is less than UCA for both parties than PJM's review is not required.

**Notes:**

- For Auction specific transactions: Approved transaction may be entered in Capacity Exchange following the completion of the respective RPM auction and must be confirmed by the Buyer prior to the start of the Delivery Year
- For Location UCAP: May be entered after the locking of the Delivery Year EFORD (Nov 30th prior to the DY) up to a resource's deficiency caused by EFORD update; all transactions accepted after 3rd Incremental Auction

# Bilateral Capacity Transaction Example: Seller-Non is IG, Buyer is IG



<sup>1</sup>Transaction details: Start date, End date, Megawatts, & Price

<sup>2</sup>PJM will consider both the impact of the transaction and the credit worthiness of the Buyer

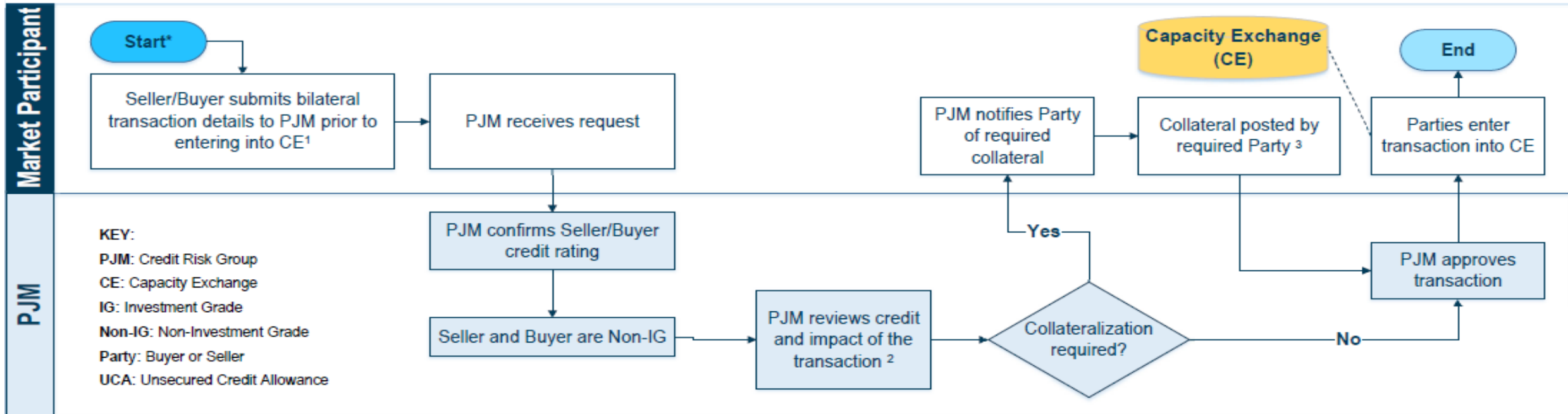
<sup>3</sup>To be posted within the timeline for collateral outlined in Attachment Q

**Notes:**

- For Auction specific transactions: Approved transaction may be entered in Capacity Exchange following the completion of the respective RPM auction and must be confirmed by the Buyer prior to the start of the Delivery Year
- For Location UCAP: May be entered after the locking of the Delivery Year EFORD (Nov 30th prior to the DY) up to a resource's deficiency caused by EFORD update; all transactions accepted after 3rd Incremental Auction

# Bilateral Capacity Transaction Example: Seller is Non-IG, Buyer Non-IG

## Bilateral Capacity Transaction Review – Seller is Non-IG, Buyer is Non-IG



<sup>1</sup>Transaction details: Start date, End date, Megawatts, & Price

<sup>2</sup>PJM will consider both the impact of the transaction and the credit worthiness of the Buyer and Seller

<sup>3</sup>To be posted within the timeline for collateral outlined in Attachment Q

**Notes:**

- For Auction specific transactions: Approved transaction may be entered in Capacity Exchange following the completion of the respective RPM auction and must be confirmed by the Buyer prior to the start of the Delivery Year
- For Location UCAP: May be entered after the locking of the Delivery Year EFORd (Nov 30th prior to the DY) up to a resource's deficiency caused by EFORd update; all transactions accepted after 3rd Incremental Auction

For illustrative purposes only

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