

ELCC Timing Considerations

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PJM Capacity Capability Senior
Task Force

$$\text{Unit ELCC}_{dy} = \text{Class ELCC}_{dy} \times \text{Unit performance adjustment}_{dy}$$

Planned resources

Existing resources

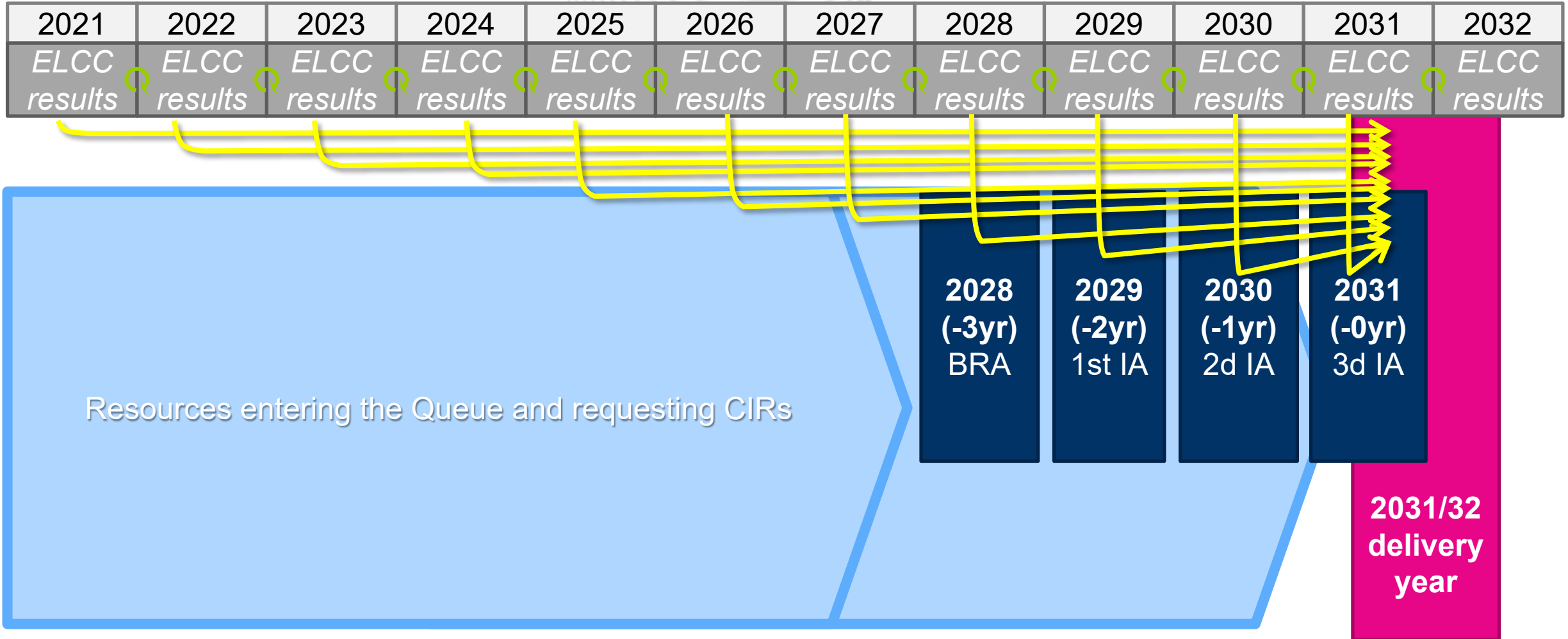
Class ELCC Timing for New Resources and Updates

$$\text{Unit ELCC}_{dy} = \text{Class ELCC}_{dy} \times \text{Unit performance adjustment}_{dy}$$

Planned resources

Existing resources

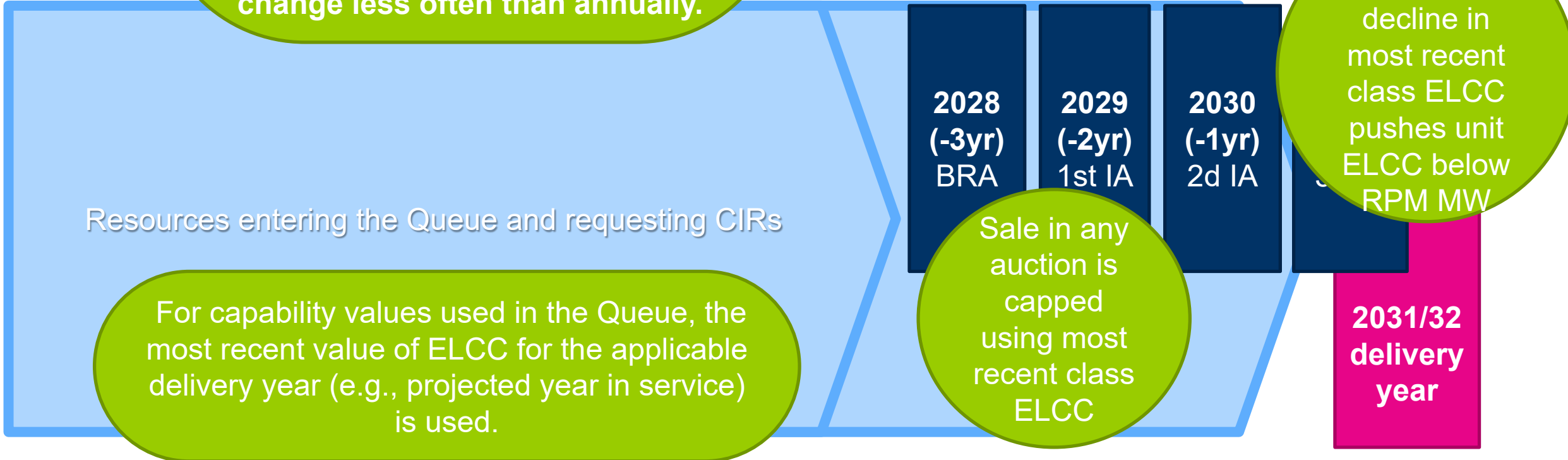
Potential Timeline: Class ELCC for Planned Resources



Potential Timeline: Class ELCC for Planned Resources

2021		2027	2028	2029	2030	2031	2032
ELCC results		ELCC results	ELCC results	ELCC results	ELCC results	ELCC results	ELCC results

Official Class ELCC updated each year for the next 10 years using vendor forecast of resource mix. **Class ELCC analysis results are rounded into bands (see next slide) → official accreditation may change less often than annually.**



Resources entering the Queue and requesting CIRs

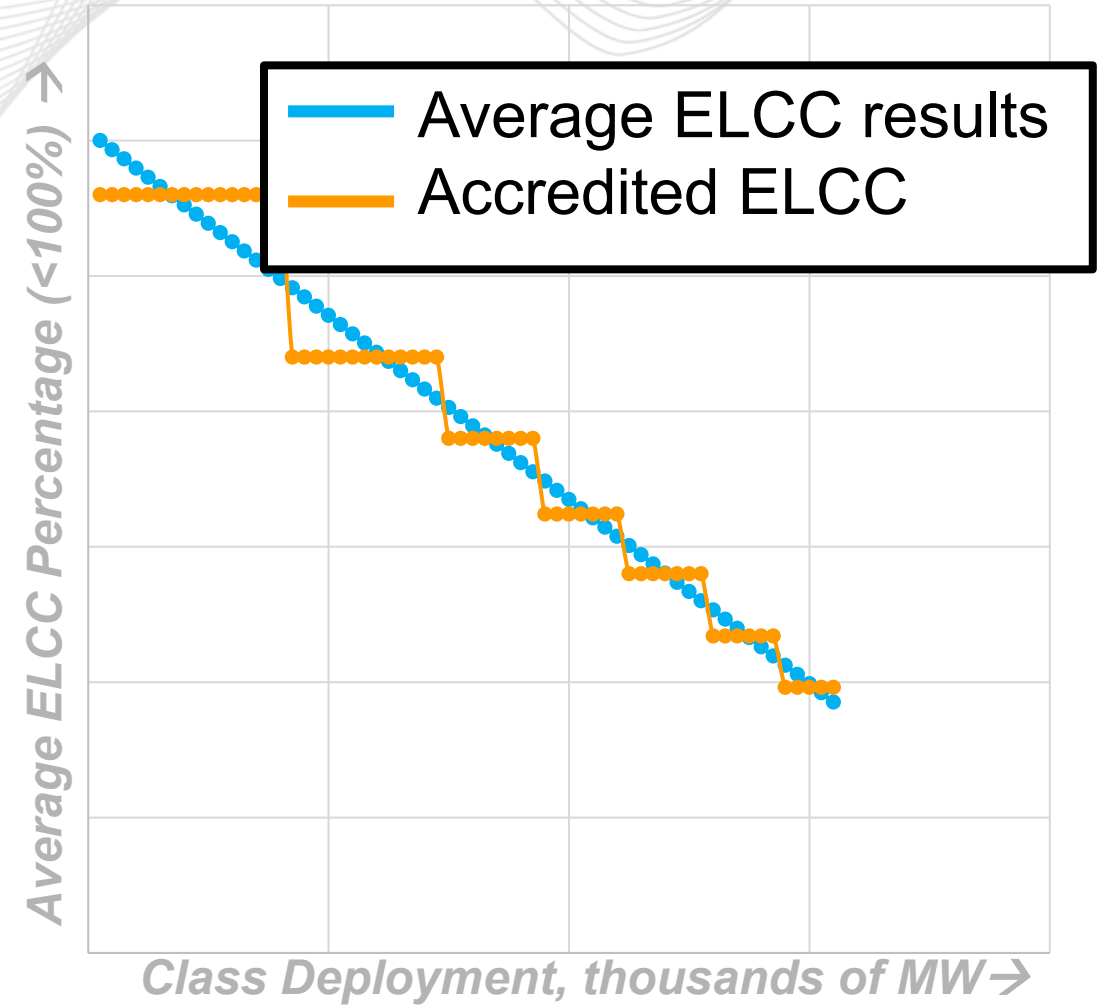
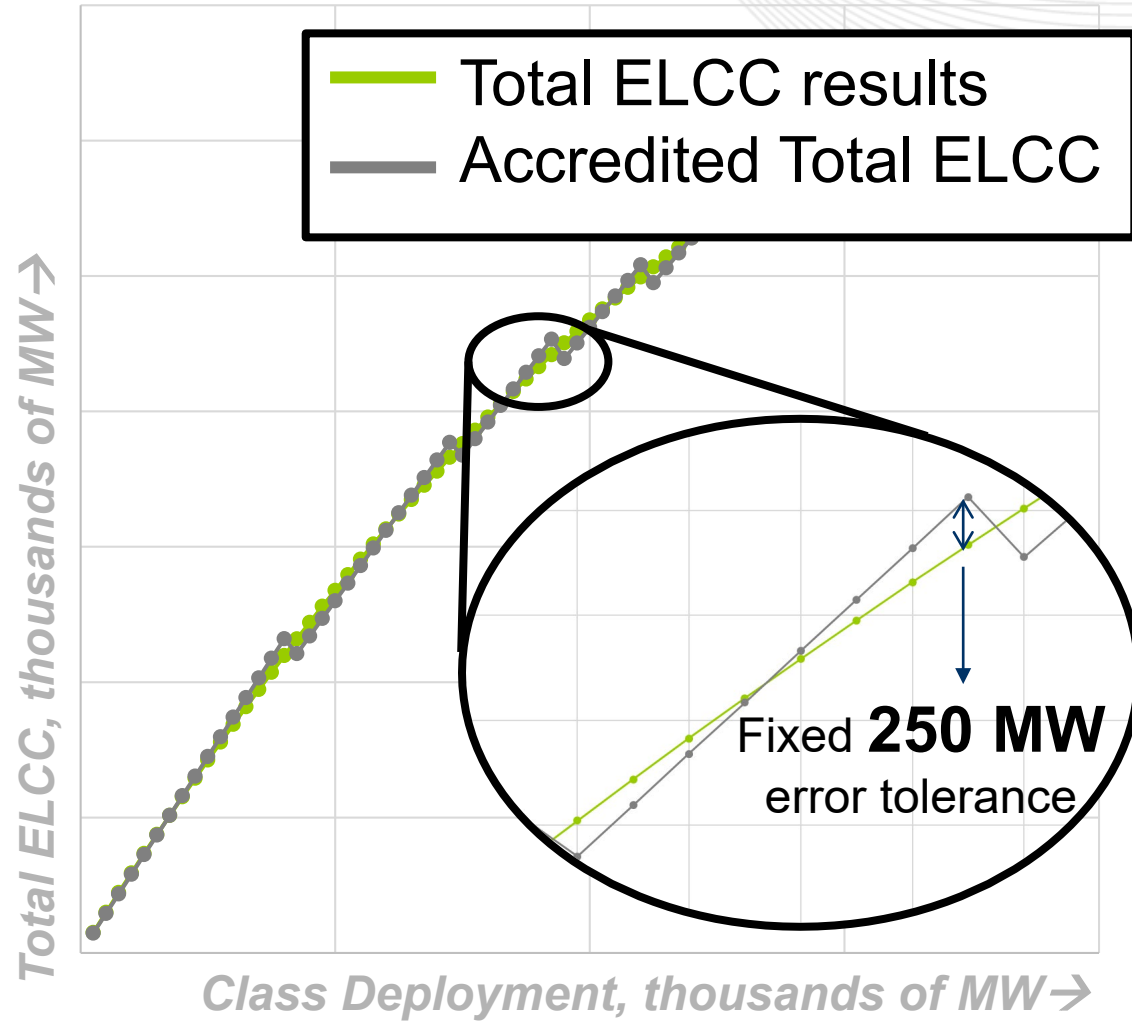
For capability values used in the Queue, the most recent value of ELCC for the applicable delivery year (e.g., projected year in service) is used.

Sale in any auction is capped using most recent class ELCC

Deficiency charges if decline in most recent class ELCC pushes unit ELCC below RPM MW

2031/32 delivery year

Illustration of Banding Concept (NOT ACTUAL RESULTS)



Class ELCC Timing for Existing Resources

$$\text{Unit ELCC}_{dy} = \text{Class ELCC}_{dy} \times \text{Unit performance adjustment}_{dy}$$

Planned resources

Existing resources

Potential Timeline: Class ELCC for Existing Resources

Official Class ELCC updated each year for the next 10 years using vendor forecast of resource mix. Class ELCC analysis results are rounded into bands (see next slide) → official accreditation may change less often than annually.

2021		2027	2028	2029	2030	2031	2032
ELCC results		ELCC results	ELCC results	ELCC results	ELCC results	ELCC results	ELCC results



Deficiency charges if decline in most recent class ELCC pushes unit ELCC below RPM MW

Sale in any auction is capped using most recent class ELCC

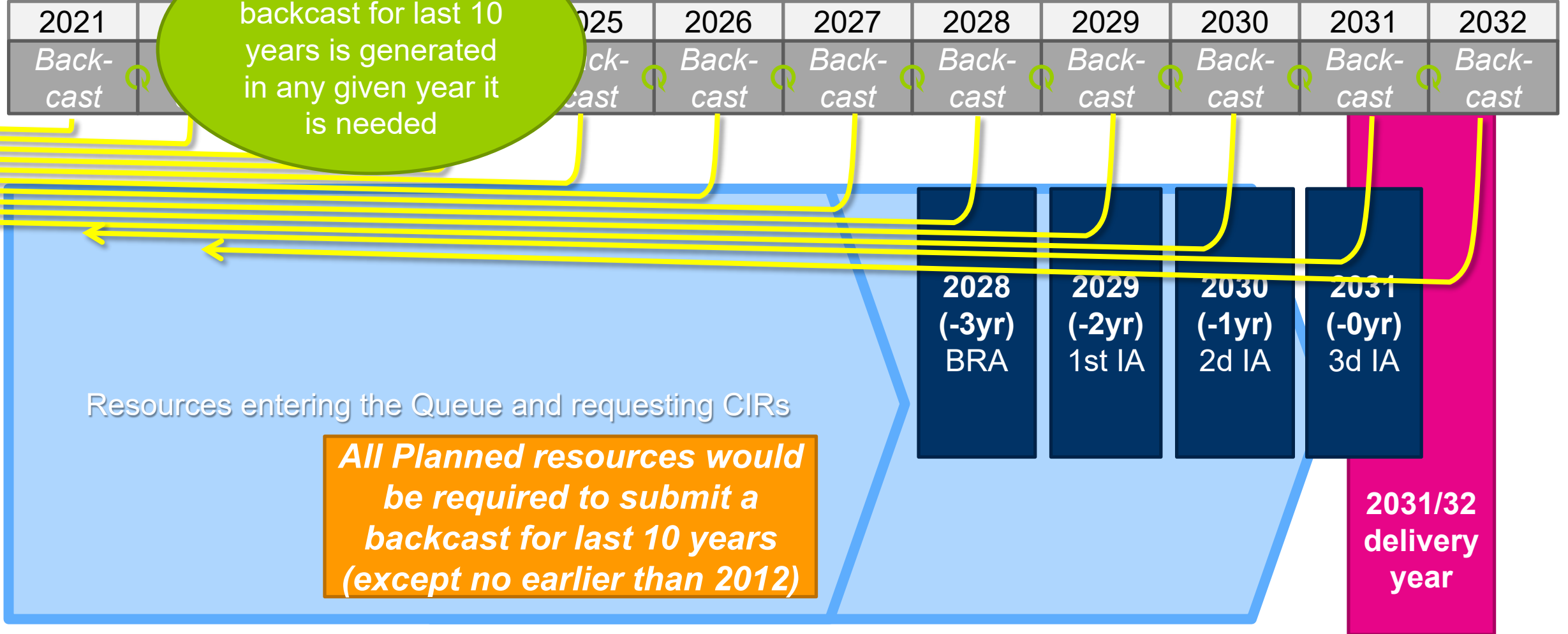
Performance ELCC Timing for New Resources and Upgrades

$$\text{Unit ELCC}_{dy} = \text{Class ELCC}_{dy} \times \text{Unit performance adjustment}_{dy}$$

Planned resources

Existing resources

Potential Timeline: Performance Adjustment for Planned Resources



Potential Timeline: Performance Adjustment for Planned Resources

2021		2025	2026	2027	2028	2029	2030	2031	2032
Back-cast		Back-cast	Back-cast	Back-cast	Back-cast	Back-cast	Back-cast	Back-cast	Back-cast

Unit-specific backcast for last 10 years is generated in any given year it is needed

Update to backcast *not* required when selling into an auction

All Planned resources would be required to submit a backcast for last 10 years (except no earlier than 2012)

Resources entering the Queue and requesting CIRs

An ELCC performance adjustment based on backcast is developed when a capability value is needed in the Queue

Sale in any auction is capped using most recent available performance adjustment

Backcast updated prior to 3d IA & entering service, deficiency charges if unit ELCC < RPM MW

2028 (-3yr) BRA

2029 (-2yr) 1st IA

2030 (-1yr) 2d IA

2031 (-0yr) 3d IA

Performance ELCC Timing for Existing Resources

$$\text{Unit ELCC}_{dy} = \text{Class ELCC}_{dy} \times \text{Unit performance adjustment}_{dy}$$

Planned resources

Existing resources

Potential Timeline: Performance Adjustment for Existing Resources

2021	2022	2023	2024	2025	2026	2027	2028	2029	2030	2031	2032
<i>Back-cast</i>	<i>Back-cast</i>	<i>Back-cast</i>	<i>Back-cast</i>	<i>Back-cast</i>	<i>Back-cast</i>	<i>Back-cast</i>	<i>Actual data</i>	<i>Actual data</i>	<i>Actual data</i>	<i>Actual data</i>	<i>Actual data</i>

Unit-specific performance adjustment (incl. backcast if needed) is generated each year

2028 (-3yr) BRA
2029 (-2yr) 1st IA
2030 (-1yr) 2d IA

Final performance adjustment is updated prior to third IA, deficiency charges if unit ELCC < RPM MW

Sale in any auction is capped using most recent performance adjustment

