



Effective Date	December 2018 for 2022/23 BRA
Impacted Manual #(s)/Manual Title(s):	
Manual 18: PJM Capacity Market	
Conforming Order(s):	
None	
Associated Issue Tracking Title:	MIC: Balancing Ratio Issue
Committee Approval Path - What committee(s) have already seen these changes?	
MIC 6/6/2018 MIC 7/11/2018 MIC 8/8/2018	
MRC 1st read date:	8/23/2018
MRC voting date:	9/27/2018
Impacted Manual sections:	
Section 5.4.1 Resource-Specific Sell Offer Requirements	
Reason for change:	
To address the Problem Statement and Issue Charge approved at the MRC to develop a more comprehensive methodology of calculating the Balancing Ratio used in the CP default Market Seller Offer Cap and review the CP Non-Performance Charge Rate.	
Summary of the changes:	
<p>Change the methodology of calculating the estimated Balancing Ratio used in the CP default Market Seller Offer Cap to take the average of the balancing ratios during the three Delivery Years that immediately precede the BRA using both:</p> <ol style="list-style-type: none"> 1. Actual Balancing Ratios calculated during RTO Performance Assessment Intervals of the Delivery Year, and 2. For any Delivery Year with less than 30 hours (360 intervals) of RTO Performance Assessment Intervals, estimated Balancing Ratios calculated during intervals of the highest RTO peak loads that do not overlap a Performance Assessment Interval 	

