



# Executive Summary Manual Changes

<b>Effective Date</b>	December, 2024 (Phase 1)
<b>Impacted Manual #(s)/Manual Title(s):</b> Manual 11: Energy & Ancillary Services Market Operations Manual 12: Balancing Operations Manual 28: Operating Agreement Accounting	
<b>Conforming Order(s):</b> TBD	
<b>Associated Issue Tracking Title:</b>	Reserve Certainty and Resource Flexibility Incentives
<b>Committee Approval Path - What committee(s) have already seen these changes?</b> RCSTF MIC, OC (informational only)	
<b>MRC 1<sup>st</sup> read date:</b>	June 27, 2024
<b>MRC voting date:</b>	July 24, 2024
<b>Impacted Manual sections:</b> Manual 11 Section 4.5.2 Non-Performance Manual 12 Section 4.1.2 Loading Reserves Manual 28 Sections 6.1 Synchronized Reserve Accounting Overview, 6.2.2 Balancing Synchronized Reserve Market Clearing Price Credit, 6.3.3 Synchronized Reserve Retroactive Penalty Charge	
<b>Reason for change:</b> <ul style="list-style-type: none"><li>• Update PJM and Member Actions to reflect updates to how reserve deployment will occur</li><li>• Specify that resources will be evaluated based on the Synchronized Reserve amounts they are “directed to deploy” to align with partial reserve deployment</li><li>• Remove outdated regulation language</li></ul>	
<b>Summary of the changes:</b>	

## *Updates to Manual 11 Section 4.5.2 Non-Performance*

- Specified that resources will be evaluated based on the Synchronized Reserve amounts they are “directed to deploy”
- Removed outdated regulation language

## *Updates to Manual 12 Section 4.1.2 Loading Reserves*

- Updated PJM Actions to specify that the reserve deployment quantities will be added to resource basepoints and sent out immediately during a SR Event
- Added information about demand response SR deployment through DR Hub
- Updated PJM Member Actions to specify that resources shall continue to follow their basepoints, which will reflect the SR deployment instructions, and that if resources holding a SR assignment do not receive a basepoint these resources should immediately deploy their full SR assignment

## *Updates to Manual 28 Section 6.1 Synchronized Reserve Accounting Overview*

- Removed outdated regulation language

## *Updates to Manual 28 Section 6.2.2 Balancing Synchronized Reserve Market Clearing Price Credit*

- Specified that the Synchronized Reserve Shortfall Charge will be based on the Synchronized Reserve amount the resource “was directed to deploy”

## *Updates to Manual 28 Section 6.3.3 Synchronized Reserve Retroactive Penalty Charge*

- Specified that retroactive penalty charge is based on failure to provide the Synchronized Reserve that resources “were directed to deploy”