



DATE: November 23, 2021
TO: Capacity Market Participants
FROM: The Independent Market Monitor for PJM (IMM)
SUBJECT: Alternative Market Seller Offer Caps for the PJM 2023/2024 RPM Base Residual Auction

On November 18, 2021, Monitoring Analytics, acting in its capacity as the Independent Market Monitor for PJM (IMM), filed a motion for clarification, or in the alternative, a motion for a waiver regarding the deadlines for projected net energy & ancillary services revenues and Market Seller Offer Caps (MSOCs) for the 2023/2024 RPM Base Residual Auction.¹

Section 6.4(a) of Attachment DD to the Open Access Transmission Tariff (OATT) and Section II.E.3 of Attachment M-Appendix to the OATT provide:

Nothing herein shall preclude any Capacity Market Seller and the Market Monitoring Unit from agreeing to, nor require either such entity to agree to, an alternative market seller offer cap determined on a mutually agreeable basis. Any such alternative offer cap shall be filed with the Commission for its approval. This provision is duplicated in Tariff, Attachment M-Appendix, section II.E.3.

Pending Commission action on the motion for clarification or waiver, the IMM will work with Capacity Market Sellers to execute alternative Market Seller Offer Cap agreements, if Capacity Market Sellers wish to do so.

A standard form of agreement is available on the IMM's web site to support these filings: [Alternative MSOC Agreement](#). The IMM is available to discuss with Capacity Market Sellers any proposed modifications to the alternative MSOC Agreement, as needed. Please contact us by email at ma@monitoringanalytics.com.

Capacity Market Sellers that wish to execute an alternative MSOC agreement should sign and date the agreement and email it to ma@monitoringanalytics.com. The IMM will sign and date and email the fully executed agreement to the Capacity Market Seller. The Capacity Market Seller must file the executed agreement with the Commission.

¹ See Motion for Clarification, or in the Alternative, Motion for Waiver of the Independent Market Monitor for PJM, Docket No. EL19-47-000 et al. (November 18, 2021).