VIA email

{Month Day,} 2021

{Name

Designation

Company/Organization

Address Line 1

Address Line 2

Address Line 3}

**Re**: **Letter Agreement regarding Alternative Market Seller Offer Caps**

Dear {Name}:

Pursuant to Section II.E.3 of Attachment M-Appendix and Section 6.4(a) of Attachment DD to the Open Access Transmission Tariff (“OATT”), {COMPANY} (“Capacity Market Seller”), as a Capacity Market Seller under the OATT, and Monitoring Analytics, LLC, acting in its capacity as the Independent Market Monitor (“IMM”) for PJM, mutually agree, subject to approval of the Commission, to alternative Market Seller Offer Caps for Capacity Market Seller’s offers into the Base Residual Auction for the 2023/2024 Delivery Year (the “2023/2024 BRA”).[[1]](#footnote-2) Specifically, for the 2023/2024 BRA, Capacity Market Seller and the IMM mutually agree that the Market Seller Offer Caps (“MSOCs”) will be (1) the MSOCs posted by the IMM on November 12, 2021, calculated using the recalculated projected net energy and ancillary services revenues (the “November 12 E&AS Values”) for all of Capacity Market Seller’s Existing Generation Capacity Resources for which it chose the default Avoidable Cost Rate (“ACR”) option; and (2) the MSOCs posted by the IMM on November 12, 2021, calculated using recalculated alternative projected net energy and ancillary services revenues (the “November 12 Alternative E&AS Values”) for all of Capacity Market Seller’s Existing Generation Capacity Resources for which it chose the unit specific ACR option.[[2]](#footnote-3)

Please indicate your agreement to these alternative Market Seller Offer Caps by signing below.

Should you have any questions, please contact Joseph Bowring by email at *joseph.bowring@monitoring**analytics.com*.

Sincerely,

By:

Joseph E. Bowring

**ACKNOWLEDGED AND AGREED:**

**Monitoring Analytics, LLC (in its capacity as the Market Monitoring Unit for PJM)**

By:

Name: Joseph E. Bowring
Title: President
Dated:

**{COMPANY}**

By:

Name:
Title:
Dated:

1. Capitalized terms used and not otherwise defined herein have the meanings ascribed to them in the Tariff. [↑](#footnote-ref-2)
2. *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). [↑](#footnote-ref-3)