



# Market Monitoring Proposal – Associated Units

MIC

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Market Monitor

- **Goal of definition of Associated Units**
  - Ensure that Frequently Mitigated Units (FMU) are not “cycled” and actually receive FMU adder
  - Ensure that only actual AUs are designated
- **Elements of AU definition**
  - Units are electrically identical
  - Units are in same design class
  - Units use same primary fuel
  - Units have cost-based offers in relevant range

- Default AU definition
  - If unit meets other criteria
    - Units are electrically identical
    - Units have cost-based offers in relevant range
  - But unit does not meet criteria two and three
    - Units are in same design class
    - Units use same primary fuel
  - And unit is regularly dispatched by PJM as a substitute for an FMU as a result of the FMU adder
  - Then unit will be designated an AU



- Draft tariff language provided