



Market Monitoring Proposal – Associated Units

MRC

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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 will be voted on by the MIC on October 31.
- Recommendation to the next MRC