

**PJM INTERCONNECTION, L.L.C.'S  
REQUIREMENTS FOR AGENCY AGREEMENTS  
FOR THE PROCUREMENT OF PJM SERVICES**

An agency agreement between a PJM Interconnection, L.L.C. ("PJM") customer and an agent for the procurement of PJM services should demonstrate that the terms of the agency relationship satisfy the following requirements:

1. The customer, as the principal, must be a PJM member.
2. The identity of the agent must be clearly specified.
3. The scope of the agency relationship must be clearly defined, with any limitations on the agent's authorities, responsibilities, and duties specifically articulated.
4. Unless otherwise noted, PJM will regard the agency relationship as perpetual. Upon receipt of written notice by one or both parties (agent and/or principal) that the agency relationship should be terminated, PJM will regard the relationship as terminated at the first reasonably feasible opportunity.
5. The agent, on behalf of the principal, shall provide PJM with all necessary information regarding the principal that is required by PJM to provide the requested service, without aggregating that information with any other PJM customer information.
6. PJM shall bill the agent, but the customer, as principal, shall remain liable for the payment of all amounts due PJM in the event that the agent does not pay the bill.
7. The customer, as principal, shall be liable for all non-performance on the part of the agent.
8. Except in emergencies, PJM shall communicate with the agent regarding all matters covered by the agency agreement; provided that, in instances of non-performance by the agent, PJM also may contact the principal directly.
9. In order to satisfy the requirements set forth in parts 1-8 above, PJM requires that agents and principals execute a Declaration of Authority document ("DOA"). Upon request, a template DOA document will be provided by the Client Manager or PJM Customer Service by calling 866-400-8980. Each party shall retain a copy and an additional copy of the executed DOA document shall be forwarded to PJM to the attention of the Client Manager.