8.2 Participant Qualifications

Two primary types of distributed resources are candidates to participate in the PJM Emergency Load Response Program and Pre-Emergency Load Response Program:

On-Site Generators (As defined in Operating Agreement, section 1)

Load Reductions

A participant that has the ability to reduce a measurable and verifiable portion of its load, as metered on an EDC account basis.

Only Members or Special Members may participate in the Emergency Load Response Program and Pre-Emergency Load Response Program by complying with all of the requirements of the applicable Relevant Electric Retail Regulatory Authority and all other applicable federal, state and local regulatory entities together with the Emergency Load Response and Pre-Emergency Load Response Program provisions herein, including, but not limited to, the Registration section. Special membership provisions have been established for program participants in the Energy Only Option, as described below. The special membership provisions shall not apply to program participants in the Full Program Option. Any existing PJM Member or Special Member may participate in the Emergency Load Response Program and Pre-Emergency Load Response Program on behalf of non-members as the Curtailment Service Provider. All payments are made to the PJM Member or Special Member in such case. Curtailment Service Providers must become signatories to the PJM Operating Agreement, as described in the *PJM Manual for Administrative Services for the Operating Agreement of the PJM Interconnection, L.L.C.* However, for Special Members the \$5,000 annual member fee, the \$1,500 application fee, and liability for Member defaults are waived, along with the following other modifications:

Special Members are limited to be PJM Market Sellers; Voting privileges and sector designation are waived; Thirty day notice for waiting period is waived; Requirement for 24/7 control center coverage is waived; No PJM-supported user group capability is permitted.

To participate in the Emergency Load Response Program and Pre-Emergency Load Response Program, the Demand Resource must:

Be capable of reducing at least 100 kW of load Be capable of receiving notification of a Load Management Event. The location shall not be Critical Natural Gas Infrastructure.