2.4 Revocation of Approved Fuel Cost Policies.

~~If, after having approved a Fuel Cost Policy,~~ PJM ~~determines~~may, with input and advice timely received from the Market Monitoring Unit~~,~~ and following discussion with the Market Seller, modify the expiration date of a currently approved Fuel Cost Policy, if any of the following conditions exist:

A. The Fuel Cost Policy contains one or more provisions that render it impossible to determine fuel cost.

B. There is an inappropriate business relationship between the Market Participant and the fuel supplier or energy manager.

C. The Fuel Cost Policy is not reflective of persistent pricing or procurement practices.

If PJM modifies the expiration date of a Market Seller's currently approved Fuel Cost Policy, then PJM shall notify the Market Seller in writing, with a copy to the Market Monitoring Unit, and include an explanation for the modification. A Market Seller shall be required to submit a new Fuel Cost Policy for approval pursuant to the process and deadlines set forth in PJM Manual 15 and prior to the modified expiration date. A Market Seller's Fuel Cost Policy will be deemed revoked at the end of the modified expiration date.

If PJM determines, with input and advice timely received from the Market Monitoring Unit and following discussion with the Market Seller, that the Market Seller's procurement practices or the method for determining other components of cost-based offers is no longer consistent with the approved Fuel Cost Policy, this ~~Operating Agreement,~~ Schedule ~~2~~ or PJM Manual 15, PJM may revoke its approval of ~~the~~a currently approved Fuel Cost Policy, and Market Seller shall be required to submit a new Fuel Cost Policy for approval pursuant to the process and deadlines set forth in PJM Manual 15. If PJM revokes a Market Seller's previously approved Fuel Cost Policy, then PJM shall notify the Market Seller in writing, with a copy to the Market Monitoring Unit, and include an explanation for the revocation. Upon revocation or expiration of a Fuel Cost Policy, the penalty referenced in Operating Agreement, Schedule 2, section 5(a) below shall apply beginning on the day after PJM issues the written notification of revocation to the Market Seller, with no additional requirement for PJM to provide any further notice to the Market Seller.