

Reliability Assurance Agreement (RAA) Article 1 - Definitions

Annual Demand Resource:

"Annual Demand Resource" shall mean a resource that is placed under the direction of the Office of the Interconnection during the Delivery Year, and will be available for an unlimited number of interruptions during such Delivery Year by the Office of the Interconnection, and will be capable of maintaining each such interruption (i) for all hours of the Delivery Year beginning with the 2027/2028 Delivery Year, or (ii) for Delivery Years up through the 2026/2027 Delivery Year, between the hours of 10:00AM to 10:00PM Eastern Prevailing Time for the months of June through October and the following May, and 6:00AM through 9:00PM Eastern Prevailing Time for the months of November through April unless there is an Office of the Interconnection approved maintenance outage during October through April. The Annual Demand Resource must be available in the corresponding Delivery year to be offered for sale or Self-Supplied in an RPM Auction, or included as an Annual Demand Resource in an FRR Capacity Plan for the corresponding Delivery Year.

Summer-Period Demand Resource:

Summer-Period Demand Resource shall mean, for the 2020/2021 Delivery Year and subsequent Delivery Years, a resource that is placed under the direction of the Office of the Interconnection, and will be available June through October and the following May of the Delivery Year, and will be available for an unlimited number of interruptions during such months by the Office of the Interconnection, and will be capable of maintaining each such interruption (i) for all hours of the day during such months beginning with the 2027/2028 Delivery Year, or (ii) for Delivery Years up through the 2026/2027 Delivery Year, between the hours of 10:00AM to 10:00PM Eastern Prevailing Time. The Summer-Period Demand Resource must be available June through October and the following May in the corresponding Delivery Year to be offered for sale in an RPM Auction, or included as a Summer-Period Demand Resource in an FRR Capacity Plan for the corresponding Delivery Year.

Winter Peak Load (or WPL):

"Winter Peak Load" or "WPL" shall mean, for Delivery Years through the 2026/2027 Delivery Year, the average of the Demand Resource customer's specific peak hourly load between hours ending 7:00 EPT through 21:00 EPT on the PJM defined 5 coincident peak days from December through February two Delivery Years prior the Delivery Year for which the registration is submitted. For the 2027/2028 Delivery Year and subsequent Delivery Years, "Winter Peak Load" or "WPL" shall mean the average of the Demand Resource customer's specific hourly load during a single hour specified in the PJM Manuals, which shall be based on when the aggregate peak load levels of Demand Resource customers occurs and the PJM Region loss-of-load risk patterns, on the PJM defined 5 coincident peak days from December through February two Delivery Years prior the Delivery Year for which the registration is

submitted. Notwithstanding, for Delivery Years through the 2026/2027 Delivery Year, if the average use between hours ending 7:00 EPT through 21:00 EPT on a winter 5 coincident peak day is below 35% of the average hours ending 7:00 EPT through 21:00 EPT over all five of such peak days, then up to two such days and corresponding peak demand values may be excluded from the calculation. For the 2027/2028 Delivery Year and subsequent Delivery Years, such calculation of any excluded values shall be based on customer usage during the relevant hour used in determining WPL. Upon approval by the Office of the Interconnection, a Curtailment Service Provider may provide alternative data to calculate Winter Peak Load, as outlined in the PJM Manuals, when there is insufficient hourly load data for the two Delivery Years prior to the relevant Delivery Year or if more than two days meet the exclusion criteria described above.