

December 2019 MOPR Order

- **PSEG Interests**
 - Owns more than 8,000 MWs of merchant generation in the PJM footprint
 - Operates 3,600 MWs of NJ nuclear generation receiving ZECs
 - Interest in 1,100 MWs NJ off-shore wind project awarded ORECs
 - Energy efficiency program under consideration by NJ BPU
- **Encourages States with clean energy programs to evaluate FRR option**
 - MOPR creates “double payment” risk for State-supported resources
 - Without FRR, costs for NJ offshore wind programs would increase significantly
- **PJM positioned to address integration issues moving forward**
 - Actions to maintain / facilitate markets by addressing issues with the Order
 - Actions to achieve consistency and transparency in the application of the Order
 - Opportunity to provide clarity on ambiguous aspects of the Order
- **PJM must also address measures to accommodate State interests**
 - FRR implementation
 - Appropriate auction timing