

204.3A Deposits for Interconnection Customers

1. Provided that the maximum total deposit amount for a System Impact Study will be \$300,000 regardless of the size of the proposed Customer Facility, a System Impact Study deposit shall be submitted to Transmission Provider, as follows:

a. For a proposed Customer Facility that 20 MW or greater, a deposit of \$500 for each MW requested;
or

b. For a proposed Customer Facility that is 2 MW or greater, but less than 20 MW, a deposit of \$10,000;
or

c. For a proposed Customer Facility that is less than 2 MW, a deposit of \$5,000.

2. Ten percent (10%) of each total System Impact Study deposit amount is non-refundable. Any unused non-refundable deposit monies will be returned to the ~~Generation~~ Interconnection Customer upon Initial Operation. However, if, before reaching Initial Operation, the ~~Generation~~ Interconnection Customer withdraws its ~~Generation~~ Interconnection Request, or the ~~Generation~~ Interconnection Request is otherwise deemed rejected or terminated and withdrawn, any unused portion of the non-refundable deposit monies will be used to fund:

a.i. Any outstanding monies owed by the Interconnection Customer in connection with outstanding invoices due to Transmission Provider, Interconnected Transmission Owner(s) and/or third party contractors, as applicable, as a result of any failure of the Interconnection Customer to pay actual costs for the ~~Generation~~ Interconnection Request and/or associated Queue Position; and/or

b.ii. Any restudies required as a result of the rejection, termination and/or withdrawal of such ~~Generation~~ Interconnection Request; and/or

c.iii. Any outstanding monies owed by the Interconnection Customer in connection with outstanding invoices related to prior ~~New Service Requests and/or Generation~~ Interconnection Requests by the Interconnection Customer.

{3.} Ninety percent (90%) of each total System Impact Study deposit amount is refundable, and the Transmission Provider will utilize, in no particular order, the refundable portion of each total System Impact Study deposit amount to cover the following:

a.(i) The cost of the System Impact Study ~~Queue Position~~ acceptance review; and

b.(ii) The cost of the deficiency review of the Interconnection Customer's ~~Generation Interconnection Request (to determine whether the Generation Interconnection Request is valid); and~~

(iii) The dollar amount of the Interconnection Customer's cost responsibility for the System Impact ~~Generation Interconnection Feasibility~~ Study; and

~~c.(iv)~~ If the System Impact Study~~Generation Interconnection~~ Request is deemed to be modified (pursuant to section 36.2A of Part VI of the PJM Tariff), rejected, terminated and/or withdrawn during the deficiency review and/or deficiency response period, as described further below, or during the System Impact Feasibility Study period, the refundable deposit money will be applied to cover all of the costs incurred by the Transmission Provider up to the point of such request~~Generation Interconnection Request~~ being modified, rejected, terminated and/or withdrawn, and any remaining refundable deposit monies will be applied to cover:

~~i.(a)~~ The costs of any restudies required as a result of the modification, ~~(pursuant to section 36.2A of Part VI of the PJM Tariff)~~, rejection, termination and/or withdrawal of such request~~Generation Interconnection Request~~; and/or

~~ii.(b)~~ Any outstanding monies owed by the Interconnection Customer in connection with outstanding invoices due to Transmission Provider, Interconnected Transmission Owner(s) and/or third party contractors, as applicable, as a result of any failure of the Interconnection Customer to pay actual costs for the System Impact Study~~Generation Interconnection~~ Request and/or associated Queue Position; and/or

~~iii.(c)~~ Any outstanding monies owed by the Interconnection Customer in connection with outstanding invoices related to prior New Service Requests ~~and/or~~ ~~Generation~~ Interconnection Requests by such customer~~the Interconnection Customer~~.

~~iv.(d)~~ If any refundable deposit monies remain after all costs and outstanding monies owed, as described in this section, are covered, such remaining refundable deposit monies will be returned to the customer~~Generation Interconnection Customer~~ in accordance with the PJM Manuals.

~~4.)~~ Upon completion of the System Impact Feasibility Study, the Transmission Provider will apply any remaining refundable deposit monies toward:

~~a.(i)~~ The ~~Interconnection Customer's~~ cost responsibility of the Interconnection Customer for any other studies conducted for the ~~Generation~~ Interconnection Request ~~under Part VI of the PJM Tariff, which will be applied prior to the deposit monies collected for such other studies~~; and/or

~~b.(ii)~~ Any outstanding monies owed by the Interconnection Customer in connection with outstanding invoices related to prior New Service Requests or~~Generation~~ Interconnection Requests by such~~the~~ Interconnection Customer.

~~5.)~~ If any refundable deposit monies remain after the System Impact Feasibility Study is complete and any outstanding monies owed by the Interconnection Customer in connection with outstanding invoices related to prior New Service Requests ~~and/or~~ ~~Generation~~ Interconnection Requests by such~~the~~ Interconnection Customer have been paid, such remaining deposit monies will be returned to the ~~Generation~~ Interconnection Customer.

~~6.)~~ The Interconnection Customer must submit the total required deposit amount with the System Impact Study~~Generation Interconnection~~ Request. If the Interconnection Customer fails to submit the

total required deposit amount with the System Impact Study~~Generation Interconnection~~ Request, the System Impact Study~~Generation Interconnection~~ Request shall be deemed to be terminated and withdrawn. ~~(i.e., the Generation Interconnection Request will be terminated prior to reaching the deficiency review stage).~~

{7.} Deposit monies are non-transferrable. Under no circumstances may refundable or non-refundable deposit monies for a specific Interconnection Request, Upgrade Request or Queue Position be applied in whole or in part to a different New Service Request, ~~or~~ Interconnection Request or Queue Position.