



Revisions to Governing Documents

	Definition	Correct Definition (with section if applicable)	Revisions	Reason(s) For Changes
1.	Offer Data		<p>“Offer Data” shall mean the scheduling, operations planning, dispatch, new resource, and other data and information necessary to schedule and dispatch generation resources and Demand Resource(s) for the provision of energy and other services and the maintenance of the reliability and security of the Transmission System in the PJM Region, and specified for submission to the PJM Interchange Energy Market for such purposes by the Office of the Interconnection.</p> <p>Tariff, Attachment K-Appendix, Schedule 1 OA, section 1.3.20</p>	Capitalize “Transmission System” to reflect it is a defined term
2.	Operating Reserve	<p>“Operating Reserve” shall mean the amount of generating capacity scheduled to be available for a specified period of an operating day to ensure the reliable operation of the PJM Region, as specified in the PJM Manuals.</p> <p>RAA, section 1.58</p>	<p>“Operating Reserve” shall mean the amount of generating capacity scheduled to be available for a specified period of an Operating Day to ensure the reliable operation of a Control Zone <u>the PJM Region</u>, as specified in the PJM Manuals.</p> <p>OA, section 1.28</p>	Operating Reserve is used to ensure reliable operation of the PJM Region, not just a Control Zone, as properly reflected in the RAA’s definition. PJM used to be controlled and operated on a Zonal basis, however for several years, PJM has controlled and operated the entire RTO and does not operate it on a sub-RTO basis. The definition in the RAA is thus appropriate.
3.	Load Serving Entity	<p>Load Serving Entity or LSE shall mean any entity (or the duly designated agent of such an entity), including a load aggregator or power marketer, (i) serving end-users within the PJM Region, and (ii) that has been granted the authority or has an obligation pursuant to state or local law, regulation or franchise to sell electric energy to end-users located within the</p>	<p>“Load Serving Entity” shall mean any entity <u>(or the duly designated agent of such an entity)</u>, including a load aggregator or power marketer, (4i) serving end-users within the PJM Region, and (2ii) that has been granted the authority or has an obligation pursuant to state or local law, regulation or franchise to sell electric energy to end-users located within the</p>	RAA definition is more appropriate because it specifies that LSEs include any end-use customers that qualify under state rules or a utility retail tariff to manage directly their own supply of electric power and energy and use of transmission and ancillary services. Further, moving the parenthetical from the end towards the beginning of the definition is clearer.



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		<p>PJM Region. Load Serving Entity shall include any end-use customer that qualifies under state rules or a utility retail tariff to manage directly its own supply of electric power and energy and use of transmission and ancillary services.</p> <p>RAA, section 1.44</p>	<p>PJM Region., or the duly designated agent of such an entity. <u>Load Serving Entity shall include any end-use customer that qualifies under state rules or a utility retail tariff to manage directly its own supply of electric power and energy and use of transmission and ancillary services.</u></p> <p>OA, section 1.18</p>	
4.	Transmission Congestion Charge		<p>“Transmission Congestion Charge” shall mean a charge attributable to the increased cost of energy delivered at a given load bus when the Transmission System serving that load bus is operating under constrained conditions, or as necessary to provide energy for third-party transmission losses in accordance with Section 9.3, which shall be calculated and allocated as specified in Section 5.1 of this Schedule.</p> <p>Tariff, Attachment K-Appendix, Schedule 1 OA, section 1.3.34</p>	Capitalize “Transmission System” to reflect it is a defined term.
5.	Wholesale Transaction		<p>As used in Part IV <u>of the Tariff</u>, “<u>Wholesale Transaction</u>” means any transaction involving the transmission or sale for resale of electricity in interstate commerce that utilizes any portion of the Transmission System.</p> <p>Tariff, section 1.49G</p>	Add clarifying language to make the definition clearer
6.	<p>PJM Settlement, Inc.</p> <p>PJMSettlement</p>		<p><u>“PJMSettlement” or “PJM Settlement, Inc.” shall mean PJM Settlement, Inc. (or its successor), established by PJM as set forth in Section 3.3 of the Operating Agreement.</u></p> <p>Tariff, section 1.32.F.01</p> <p>“PJMSettlement” <u>or “PJM Settlement, Inc.”</u></p>	Add clarifying language to both definitions to make them consistent with one another



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1			shall mean PJM Settlement, Inc. (or its successor), established by PJM as set forth in Section 3.3 of this Agreement . OA, section 1.35C.	
7.	Counterparty	“Counterparty” shall mean PJMSettlement as the contracting party, in its name and own right and not as an agent, to an agreement or transaction with Market Participants or other entities, including the agreements and transactions with customers regarding transmission service and other transactions under the PJM Tariff and this Operating Agreement. PJMSettlement shall not be a counterparty to (i) any bilateral transactions between Market Participants, or (ii) with respect to self-supplied or self scheduled transactions reported to the Office of the Interconnection. OA, section 1.7.01a	“ <u>Counterparty</u> ” shall mean PJM-Settlement as the contracting party, in its name and own right and not as an agent, to an agreement or transaction with a <u>Market Participant</u> or other <u>customer</u> entities, <u>including the agreements and transactions with customers regarding transmission service and other transactions under the PJM Tariff and this Operating Agreement. PJMSettlement shall not be a counterparty to (i) any bilateral transactions between Market Participants, or (ii) with respect to self-supplied or self scheduled transactions reported to the Office of the Interconnection.</u> Tariff, section 1.6D	Align definitions to use more precise definition in the OA that specifies instances when PJMSettlement shall not be a counterparty to a transaction.
8.	Auction Revenue Rights		“Auction Revenue Rights” or “ARRs” shall mean the right to receive the revenue from the Financial Transmission Right auction, as further described in Section 7.4 of this Schedule. Schedule 1 OA, Attachment K-Appendix, section 1.3.1A	Add quotation mark