

SCHEDULE 9-5

Capacity Resource and Obligation Management Service

a) Capacity Resource and Obligation Management Service comprises the activities of PJM associated with (i) assuring that customers have arranged for sufficient generating capacity to meet their unforced capacity obligations under the Reliability Assurance Agreement (“RAA”); (ii) processing Network Integration Transmission Service; (iii) administering the Reliability Pricing Model auctions for the PJM Region; and (iv) administering or providing technical support for the RAA (as delegated to PJM under the RAA), including, but not limited to, long-term load forecasting, studies to establish reserve requirements, and the determination of each Load-Serving Entity’s capacity obligations. PJM’s Internet-based capacity transaction tool enables many of these functions. PJM provides this service to Load-Serving Entities and to owners of Capacity Resources; as such terms are defined in the RAA.

b) PJM will charge each Load-Serving Entity in the PJM Region each month a charge equal to the Capacity Resource and Obligation Management Service Rate stated below times the summation for each day of such month of the Daily Unforced Capacity Obligation of such user, as determined for each such day pursuant to RAA, Schedule 8 or RAA, Schedule 8.1.

c) In addition to any charge under section (b), PJM will charge each month, each entity that included in an FRR Capacity Plan, self-scheduled, or sold and cleared, in a Reliability Pricing Model Auction, a- Capacity Resource committed to serve load for such month, a charge equal to the Capacity Resource and Obligation Management Service Rate stated below times such entity’s total share, in MWs, of the Unforced Capacity of all Capacity Resources cleared or self-scheduled (including through an FRR Capacity Plan) by such entity, for commitment to serve load during such month.

d) The Capacity Resource and Obligation Management Rate shall be as follows:

Commencing January 1, 2017:	\$0.1073 per MW-day
Commencing January 1, 2019:	\$0.1100 per MW-day
Commencing January 1, 2020:	\$0.1128 per MW-day
Commencing January 1, 2021:	\$0.1156 per MW-day
Commencing January 1, 2022:	\$0.1185 per MW-day
Commencing January 1, 2023:	\$0.1215 per MW-day
Commencing January 1, 2024:	\$0.1223 per MW-day