

Pennsylvania Reliable Energy Sustainability Standard

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Energy Committee

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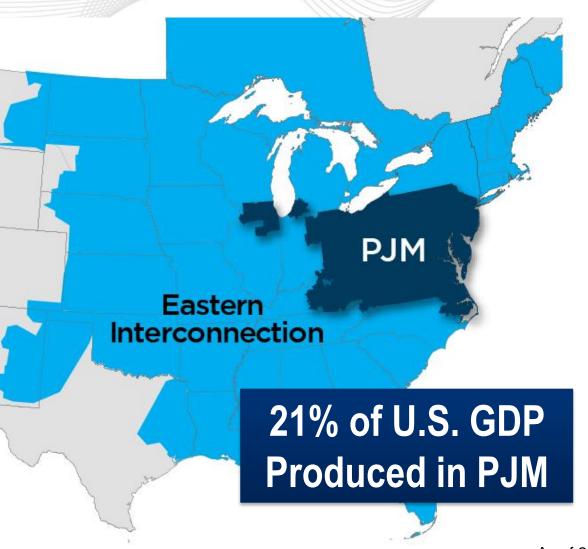
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PJM as Part of the Eastern Interconnection

Key Statistics	
Member companies	1,090
Millions of people served	65+
Peak load in megawatts	165,563
Megawatts of generating capacity	183,254
Miles of transmission lines	88,185
Gigawatt hours of annual energy	770
Generation sources	1,419
Square miles of territory	368,906
States served	13 + DC

- 26% of generation in Eastern Interconnection
- 25% of load in Eastern Interconnection
- 20% of transmission assets in Eastern Interconnection



As of 2/2024

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Value Proposition



—— All numbers are estimates. ——



RELIABILITY **Markets Operations Regional Planning** Grid operations Energy • 15-year outlook Supply/demand balance Capacity Ancillary services Transmission monitoring



Pillars of Strategy







Facilitate
Decarbonization
Policies Reliably

Grid of the Future

Innovation

THE ENABLING FOUNDATION





Stakeholder Engagement and Governance



Risk Management



Workforce Development



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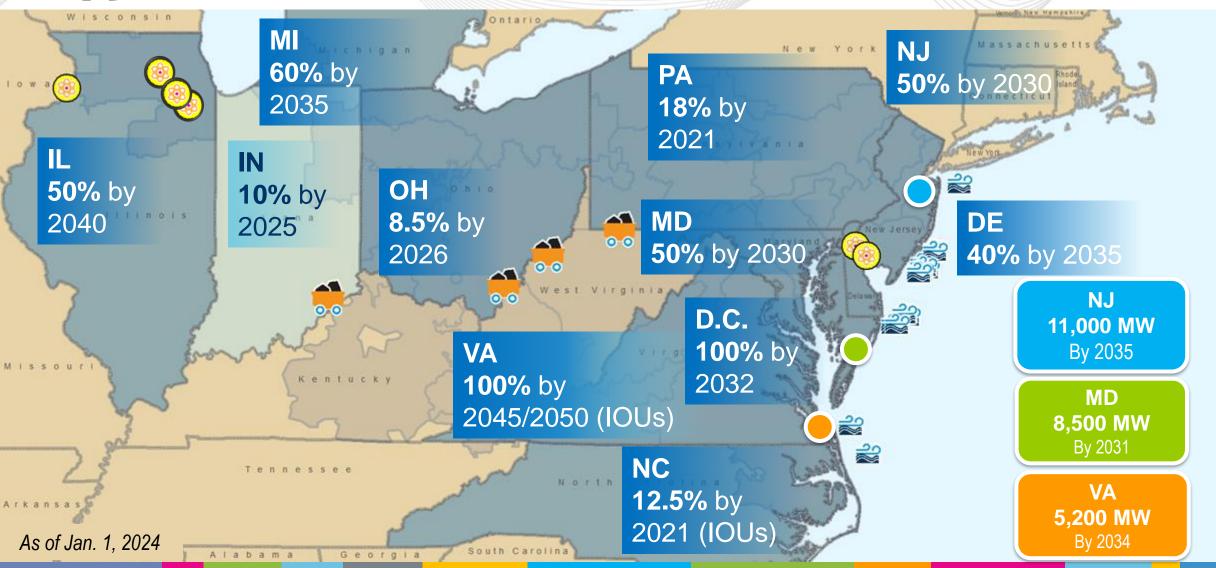


CULTURE

Monitor Developments



PJM State RPS Targets



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PJM Environmental Information Services, Inc.

- Formed in February 2005
- Capitalized independently of PJM Interconnection, L.L.C.
- Hardware, software, and administrative costs paid for by PJM EIS, Inc.

Generation Attribute Tracking System (GATS)

- GATS is owned and administered by PJM EIS
- The system tracks environmental attributes of generation in PJM Region
- Supports a variety of its Subscribers' reporting and verification requirements related to environmental compliance (e.g., state Renewable Portfolio Standards) and related markets
- System operation and maintenance costs borne by GATS subscribers

GATS Design Overview

- All MWhs of PJM generation are tracked.
- GATS creates and tracks the transfer of certificates for generation.
 - Certificates (i.e., credits) are commodities bought and sold separate from energy.
 - Certificates can have different value depending on their attributes (e.g., fuel type, location, date of generation).
- It is a single information system that will support a range of the Subscribers' reporting, verification and compliance requirements (e.g., fuel and emissions disclosure, voluntary and compliance markets).
- It is a regional system that serves the varying needs and priorities of multiple PJM states and Subscribers.
- A system that is flexible enough to meet evolving state requirements.



Meeting the Needs of PJM States

- Electricity suppliers and utilities have GATS accounts and are using the system to demonstrate RPS compliance in PJM states.
- There is no cost to the states to use GATS, and no contract with PJM EIS is required. States can view
 full details of all REC retirements for their RPS in GATS.
- GATS is tracking all PJM generation. Generation data for PJM Generators is provided to GATS automatically from PJM on a monthly basis.
- States determine which resources are eligible to be used for compliance with their RPS. PJM EIS has implemented a State Agency Application Program Interface (API) to automate the process of exchanging data about eligible generation resources.



State Regulatory Agencies with Accounts in GATS

























State-Defined Attributes Tracked in GATS

Each PJM state determines eligibility for its programs

State RPS (examples)

- PA Tier I, Tier II, Solar
- NJ Class I, Class II, TREC, SREC-II
- MD Tier 1, Tier 2, Solar
- VA Renewable, DER
- Offshore Wind (OREC)

State Non-RPS

- IL Zero Emission Credit
- IL Carbon Mitigation Credit
- OH Solar Generation Fund

Voluntary: Emission Free Energy Certificate (EFEC)



Improving Efficiency and Transparency for Subscribers

Information publicly available to improve transparency:

https://www.pjmeis.com/reports-andevents/publicreports.aspx

- Aggregator/Broker Listing: Listing of Aggregators and Brokers in GATS
- Renewable Generators Registered in GATS: Listing of All RE Systems and Their State RPS Enrollment(s)
- Solar Weighted Average Price: Listing of SREC Trades by State, by Month
- Bulletin Board & Buyer's Bulletin Board: Listing of Credits for Sale/Purchase
- RPS Eligible Certificates & RPS Retired Certificates: Listing of Eligible/ Used RECs (i.e., supply and demand)



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