



Quadrennial Review of the Variable Resource Requirement (VRR) Curve Parameters

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Market Design
MIC Special Session
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No later than every fourth delivery year, the Office of the Interconnection shall perform a review of:

1) Shape of the Variable Resource Requirement (VRR) Curve

- Reliability Pricing Model (RPM)
- Set of Price and MW quantities that shape the curve

2) Cost of New Entry (CONE) for each Locational Deliverability Area (LDA)

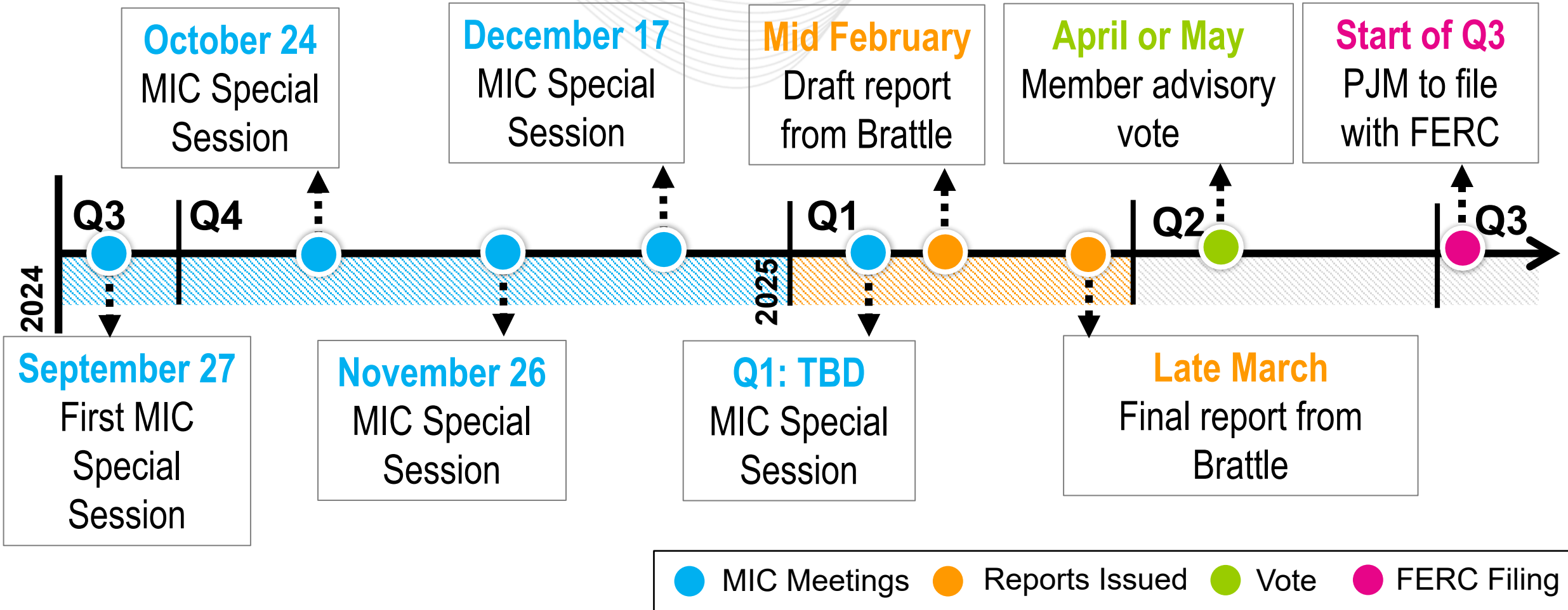
- Selection of the Reference Resource for each LDA to set CONE
- Reference Resource may vary by LDA

3) Methodology for determining the Net Energy and Ancillary Services Revenue Offset (EAS Offset)

- Calculated for the PJM region and each Zone
- EAS Offset is subtracted from the Gross CONE value to calculate Net CONE

Updated VRR Curve Parameters will be effective with the 2029/2030 Delivery Year.

- The values from this Quadrennial Review will be used for the 2029/2030 through 2032/2033 Delivery Years.
- The 2029/2030 BRA will be the first auction on the normal three-year forward schedule and will be conducted in May 2026.



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<p>This Quadrennial Review will set the VRR Curve parameters starting with the 29/30 Delivery Year</p>	<p>Participation throughout this process will lead to a better outcome, please provide feedback and suggestions</p>	<p>The Quadrennial Review is aimed to be filed at the start of Q3, 2025</p>

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Quadrennial Review of the VRR Curve Parameters



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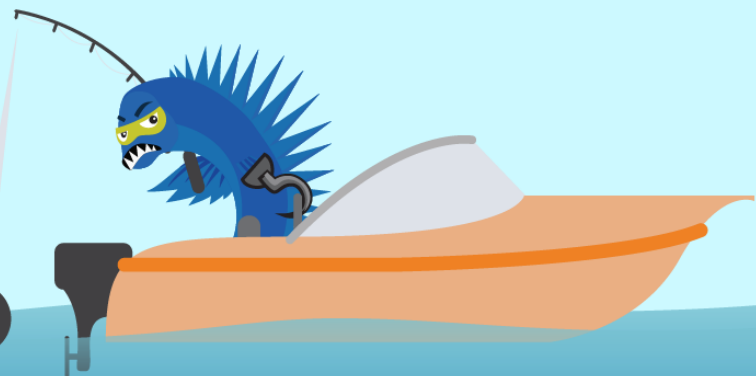
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