

**Table 1: Summary of Changes to PJM's Generator Interconnection Process**

<p><b>1. Prioritize New Service Requests of Projects in Advanced Stages of Development</b></p>	<p>Interconnection requests of projects will be studied by PJM on a first-ready, first-served basis rather than the current first-come, first-served basis.</p>
<p><b>2. New Three-Phase Review Cycle to Be Completed in Less than Three-Years</b></p>	<p>Once an application window closes, PJM anticipates that ISAs will be issued in less than two years according to this schedule:</p> <ul style="list-style-type: none"> <li>-<u>Application Phase</u>: Review applications collected during a given cycle (90 days)</li> <li>-<u>Phase 1</u>: Run initial analysis for cycle upgrades and determine costs to interconnect (120 days)</li> <li>-<u>Phase 2</u>: Complete interconnection facilities study (180 days)</li> <li>-<u>Phase 3</u>: Complete system upgrades facilities study (180 days)</li> <li>-<u>Final Agreement</u>: Negotiate final agreement and determine final cost allocation (~80 days)</li> </ul>
<p><b>3. Milestone Requirements Established for Developers Prior to ISA Issuance</b></p>	<p>Prior to the issuance of a final ISA agreement, a developer must meet several requirements, including payment of all readiness deposits and attainment of all necessary state, county, and local permits.</p>
<p><b>4. Shift to Clustered Studies and Shared Network Upgrade Costs</b></p>	<p>To facilitate the sharing of network upgrade costs, PJM proposes to transition from its current 'serial' approach whereby interconnection requests are studied on an individual basis to a 'clustered' approach which evaluates a group of projects together.</p>
<p><b>5. Fast Lane for Developers with Network Upgrade Costs Lower than \$5 Million</b></p>	<p>For any customer with queue positions AE1 through AG1 that PJM finds have network upgrade costs less than \$5 million, projects will be able to process through an expedited 'fast lane' process. Projects with AE1 through AG1 queue positions with costs exceeding \$5 million will be processed in Transition Cycle #1, and projects with queue positions between AG2 and AH1 will be processed in Transition Cycle #2.</p>
<p><b>6. Acceleration Procedures</b></p>	<p>New Service Requests for which PJM determines have no network impacts and no network upgrade costs will not be required to complete additional studies after such a determination is made, and may proceed to the Final Agreement Negotiation Phase. Therefore, projects meeting this criteria will have a shortened study timeline.</p>
<p><b>7. Elimination of Suspension Option</b></p>	<p>Developers will no longer be able to 'suspend' their queue positions for long periods of time while they evaluate whether to proceed, seek financing or complete financing. Instead, developers will have a one-time option to extend any of the milestones for up to one year regardless of cause.</p>