PECO Demand Response Program

PECO Demand Response Program is a load curtailment program which meets the Act 129 legislation peak reduction goals, which went into effect in November 2008, requiring Pennsylvania Electric Distribution Companies (EDCs), to cost-effectively reduce electricity consumption and peak demand on their systems.

**Programs**

- **Minimum Size**: Minimum load reduction must be 100 kW (may be aggregated within a load zone).
- **Number & Duration of Events**: Events will last 4 hours and can be called any weekday (other than NERC holidays), during June – September. The maximum of 6 events per year.
- **Notifications**: Customers will receive a day-ahead email notification between 11 am and 12 pm and at 1:45 pm. They will also be reminded of the event on the day of at 10 am by email.
- **Compliance**: It is a Voluntary Program
- **Settlements**: Customers are paid their average hourly energy reduction payment
- **Consequences of Non Performance**: Customers will be paid based on their performance.
- **Testing**: If no events called during the year, one-hour test will be facilitated in September
- **Enrollment Deadline**: Enrollment continues through the year based on MW availability
- **Metering**: Each account must have at least a 1-hour utility grade interval meter

*The North American Electric Reliability Corporation (NERC) is a not-for-profit international regulatory authority whose mission is to assure the reliability of the bulk power system in North America. There are six identified U.S. holidays each year: New Year’s Day, Memorial Day, Independence Day, Labor Day, Thanksgiving Day, Christmas Day.

**PECO Demand Response Payments – Get Paid for Events at $1000/MWh**

<table>
<thead>
<tr>
<th>How Much Will I Earn?</th>
<th>Payment per MWh</th>
<th>Test Event</th>
<th>1 Event</th>
<th>2 Events</th>
<th>3 Events</th>
<th>4 Events</th>
<th>5 Events</th>
<th>6 Events</th>
</tr>
</thead>
<tbody>
<tr>
<td>Total Payment $1000/ MWh for each Participating MWh</td>
<td>$8,000</td>
<td>$8,000</td>
<td>$8,000</td>
<td>$12,000</td>
<td>$16,000</td>
<td>$20,000</td>
<td>$24,000</td>
<td></td>
</tr>
</tbody>
</table>

You are paid for 8-hours even if a real event is never called when you perform during the test

Example: if you enroll 2MWs in the PECO Demand Response Program and participate in each event - you would earn a minimum of $16,000 (test event and/or 2 event) and up to $48,000 maximum (if 6 events were called).

**You must show up for all events to get paid for those events. Ie. If an actual event is called you must show up for both to be paid for 8-hours**

**Must perform at committed MW amount during the test and/or events**