



**Federal Energy Regulatory Commission
September 16, 2010
Open Commission Meeting
Staff Presentation
Item E-11**

“Good morning. The draft order accepts, suspends, and establishes hearing and settlement judge procedures a proposed Reliability-Must-Run Rate Schedule for two generating units located in southeastern Pennsylvania. Exelon Generation notified PJM of its intent to deactivate several generating units at its Cromby and Eddystone facilities effective May 31, 2011. PJM conducted a deactivation study, and determined that a number of upgrades to the transmission system would be necessary to maintain transmission system reliability, and that these upgrades would not be expected to be in place until after the requested deactivation date. As a result, PJM determined that one unit at each of the Cromby and Eddystone facilities will be needed past the date of its planned deactivation pending the completion of the necessary upgrades. Exelon filed the proposed RMR Rate Schedule in response to this determination with initial terms until December 31, 2011 for the Cromby unit and December 31, 2012 for the Eddystone Unit. Due to restrictions stipulated by the State of Pennsylvania Department of Environmental Protection, the units will only be dispatched by PJM for reliability reasons and will not participate in PJM markets.”