



# ADDENDUM

## to the SREC Auction Manual

### December 2020 Auction

#### I.1 Auction Schedule and Additional Documents

The schedule for this Auction is below. All times in this Auction Schedule are Eastern Prevailing Time ("EPT") unless specifically noted.

Event	Date
Last generation day for SRECs	Monday, November 30, 2020
Documents posted to Auction website	Wednesday, November 4, 2020
Range of number of SRECs announced	Wednesday, November 4, 2020
Qualification Deadline by 12 PM (online qualification form, bid assurance collateral, Master SREC Agreements are due)	Wednesday, December 2, 2020
Cure Deficiency Deadline by 6 PM	Friday, December 4, 2020
Notification of Qualification Date	Tuesday, December 8, 2020
Starting price and final number of SRECs announced	Tuesday, December 8, 2020
Auction starts	Thursday, December 10, 2020

**COVID-19 Special Procedures.** Due to emergency measures enacted in the wake of COVID-19, some bidders, and some members of the Auction Manager team, may be working from home during the qualification period and on the day of the Auction. The Auction Manager will issue instructions to bidders regarding the secondary bidding method with the Notification of Qualification. Any such instructions on the procedures to be followed on the day of the Auction will supersede any description of the secondary bidding procedure provided in the SREC Auction Manual. Additionally, the Auction Manager will accept electronic signatures on the Representation Form but the Auction Manager may in that case confirm the identity of the signatory by phone.

## **I.2 Ranges of SRECs Available**

PSE&G, JCP&L, and ACE will be the sellers in the Auction. There will be a single vintage available in this December 2020 Auction, namely 2021 SRECs. The EDCs estimate that there will be between 47,000 and 70,000 2021 SRECs available at the Auction. The 2021 SRECs were created in GATS as generation between June 1, 2020 and November 30, 2020.

In addition, at the conclusion of the Auction, bidders will have the opportunity to submit a bid for a single block of Pre-2020 SRECs (expected to consist of 2019, 2018, and 2017 SRECs). The block will contain fewer than 500 SRECs. The bidding procedure for this additional single block is explained in more detail below.

The Auction Manager will provide to bidders the exact number of 2021 SRECs that will be available at the Auction and the exact composition of the additional single block with their notification of qualification with their notification of qualification.

## **I.3 Bid Assurance Collateral**

No bid assurance collateral is required for the December 2020 SREC Auction. Each bidder will be able to bid on all blocks available in the first round of the Auction.

## **I.4 Bidding Procedures: Additional Single Block of Pre-2020 SRECS**

At the conclusion of the Auction, bidders will have the opportunity to submit a bid for an additional single block of Pre-2020 SRECs. The block is expected to include fewer than 500 2019, 2018, and 2017 SRECs in total.

### *Bid Process*

Bidders submit as a bid a single price per SREC to purchase the entire additional single block according to the following process:

1. The Auction Manager announces the start and end times of the bid window through system mail in the Auction Software.<sup>1</sup>
2. Bidders submit their bids via system mail during the bid window. No information about the bids will be announced during the bid window.

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<sup>1</sup> For purposes of participation in the bid process for the additional single block, all bidders will be able to see auction results until the conclusion of the Auction.

3. At the close of the bid window, all bidders that submitted bids for the additional single block will be advised of the results.

#### *Bid Format*

A bidder sends a message to the Auction Manager via system mail in the Auction Software that contains the bid price per SREC and that states that the bid price applies to the additional block. For example:

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[company_name] bids $XXX.XX/SREC to purchase the additional block
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The exact number of Pre-2020 SRECs to be included in this block will be provided with the Notification of Qualification.

#### *Bid Evaluation*

It is expected that the additional single block will be awarded to the bidder with the highest bid. However, the Auction Manager and the EDCs reserve the right to reject all bids.