



ADDENDUM to the SREC Auction Manual **October 2021 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	Thursday, September 30, 2021
Documents posted to Auction website	Tuesday, September 14, 2021
Range of number of SRECs announced	Tuesday, September 14, 2021
Qualification Deadline by 12 PM (online qualification form, bid assurance collateral, Master SREC Agreements are due)	Tuesday, October 5, 2021
Cure Deficiency Deadline by 6 PM	Thursday, October 7, 2021
Notification of Qualification Date	Tuesday, October 12, 2021
Starting prices and final number of SRECs announced	Tuesday, October 12, 2021
Trial Auction	Wednesday, October 13, 2021
Auction starts	Thursday, October 14, 2021

I.2 Additional Instructions

Some bidders and members of the Auction Manager team are expected to be working from home during the qualification period and on the day of the Auction. The Auction Manager will issue additional instructions to bidders regarding the secondary bidding method with the Notification of Qualification. 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.3 Ranges of SRECs Available

PSE&G, JCP&L, ACE, and RECO will be the sellers in the Auction. There will be three vintages available in this October 2021 Auction: 2020 SRECs, 2021 SRECs, and 2022 SRECs. The EDCs estimate that there will be between 6,000 and 8,000 2020 SRECs, between 4,500 and 6,700 2021 SRECs, and between 92,000 and 138,000 2022 SRECs available at the Auction. The 2020 SRECs were created in GATS as generation between June 1, 2019 and May 31, 2020. The 2021 SRECs were created in GATS as generation between June 1, 2020 and May 31, 2021. The 2022 SRECs were created in GATS as generation between June 1, 2021 and September 30, 2021.

In addition, at the conclusion of the Auction, bidders will have the opportunity to submit a bid for a single block of 2019 SRECs. The 2019 SRECs were created in GATS as generation between June 1, 2018 and May 31, 2019. 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 2020, 2021, and 2022 SRECs that will be available at the Auction and the exact size of the single block of 2019 SRECs with their Notification of Qualification.

I.4 Bid Assurance Collateral

No bid assurance collateral is required for the October 2021 SREC Auction. Each bidder will be able to bid on all blocks available in the first round of the Auction.

I.5 Bidding Procedures: Additional Single Block of 2019 SRECS

At the conclusion of the Auction, bidders will have the opportunity to submit a bid for an additional single block of 2019 SRECs. The block is expected to include fewer than 500 2019 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.¹
2. Bidders submit their bids via system mail during the bid window. No information about the bids will be announced during the bid window.
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:

`[company_name] bids $XXX.XX/SREC to purchase the additional block`

The exact number of 2019 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.

I.6 Tentative Date for the Next Auction

The following is a tentative date for the next Auction as well as the vintage that is expected to be made available:

Tentative Auction Date	Vintage(s) Available	Seller(s)
Thursday, December 9, 2021	2022	PSE&G, JCP&L, and ACE

¹ 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.