

A large white lattice transmission tower stands against a clear blue sky. Power lines stretch across the frame from the tower. The tower is the central focus of the background image.

Transmission Expansion Advisory Committee Meeting

2009 Market Efficiency Analysis

January 21, 2009

- 2009 market efficiency analysis will include simulations of study years 2009, 2012, 2015, 2018 and 2023
- PJM has started developing analysis input assumptions
- Discount rate and revenue requirement assumptions require input from PJM TOs
 - most recent after-tax embedded cost of capital, total transmission capitalization, and levelized carrying charge rate, including the recovery period. The recovery period shall be consistent with recovery periods allowed by the Commission for comparable facilities
 - discount rate shall be based on the TOs' most recent after-tax embedded cost of capital weighted by each TO's total transmission capitalization