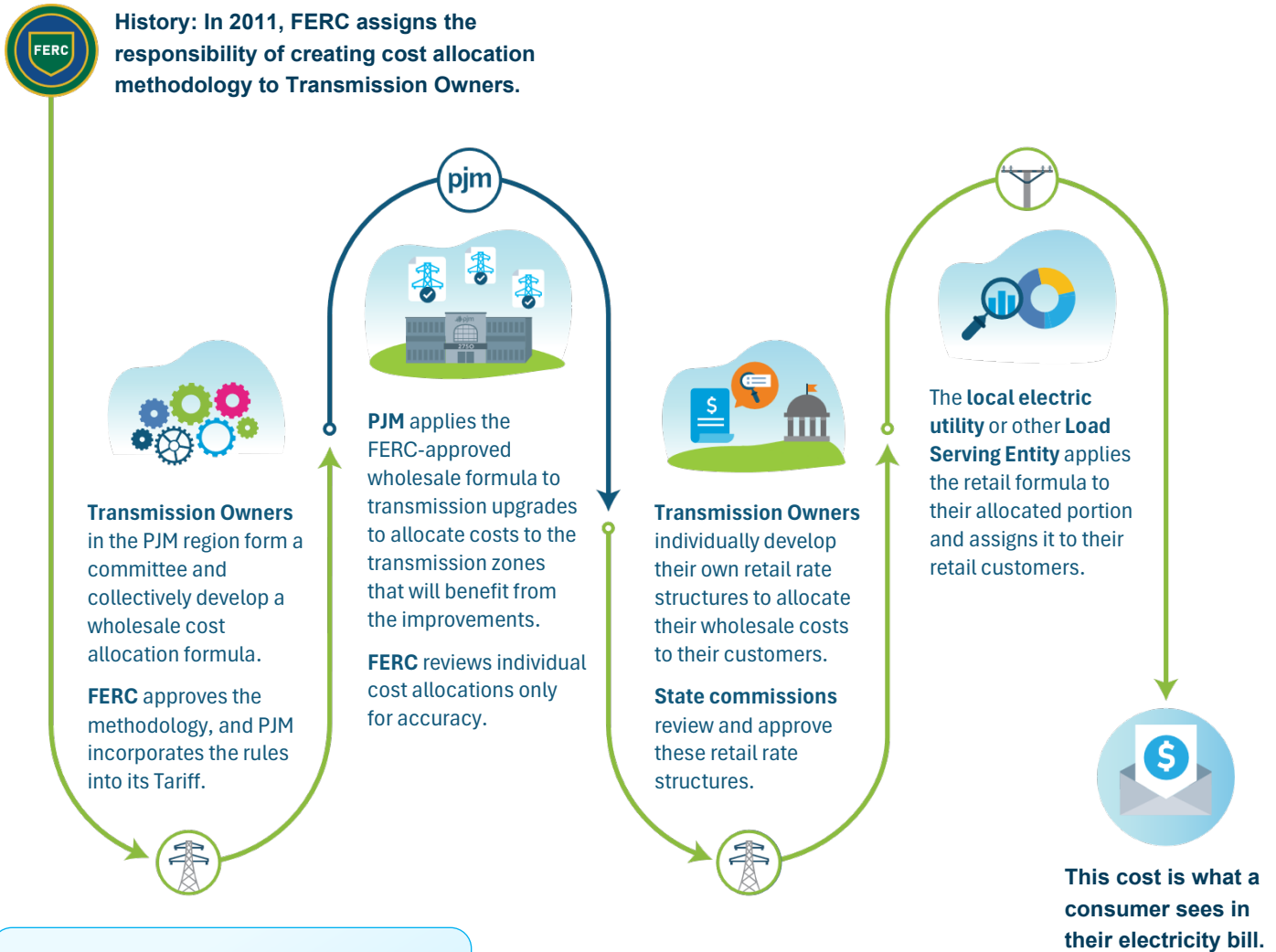


## Who Pays for New Transmission Projects?

Allocating costs for transmission projects is a complex task with responsibilities at the federal and state levels. In general, costs associated with regional projects – those planned by PJM – are allocated to the beneficiaries of the project, with their share roughly commensurate with their benefit. Costs associated with local projects are allocated solely to the Transmission Owner zone where the project is located.



**If you have questions** on the cost allocation methodology for transmission projects, you may contact the facilitation team of the [Transmission Owner Agreement-Administrative Committee](#) (TOA-AC).

In general, cost allocation methodology discussions are outside the scope of the Transmission Expansion Advisory Committee (TEAC). The [charter](#) (PDF) of the TEAC limits discussion to comments and recommendations regarding the scope and assumptions for the studies and the project recommendations.