Analytical Framework Templates to Be Proposed

March 6th Meeting

• Analytical Framework Template #1: Disclosure/ Evaluation Template for Assessing the Quality and Legal Enforceability Of A Cost Containment Proposal

• Analytical Framework Template #2: Disclosure Template for All PJM Proposals – Construction Cost Cap Disclosure, Non-Cost Cap/ Upgrade Disclosure and Real Estate Disclosure

March 16th Meeting

• Analytical Framework Template #3: Evaluation Template for Reviewing Annual Revenue Requirement Caps

• Analytical Framework Template #4: Evaluation Template for Reviewing Cost Estimates vs. Cost Containment Proposals

• Stakeholder Comments on Templates #1 and #2
Analytical Framework Template #1: Cost Containment Proposals Must Meet a Three-Pronged Test

Test One:
• Proposal Must Provide Distinct Ratepayer Protection Beyond A Cost Estimate

Test Two:
• Proposal Must Clearly Outline Proposed Contractual Language, as well as any exclusions or limitations to the Cost Containment Proposal

Test Three:
• Developer shall agree that the Proposed Contractual Language will be reflected in Designated Entity Agreement with PJM, if selected
• Developer shall agree that the Proposed Contractual Language will filed at FERC in rate case, if selected
• Developer authorizes Analytical Framework Templates #1-4 to be posted on PJM website for stakeholder transparency purposes
Analytical Framework Template #2:
Additional Disclosure Requirements for All PJM Proposals

- Additional Disclosure Requirements for Construction Cost Cap / Cost Containment Proposals
- Additional Disclosure Requirements for Non-Cost Containment Proposals, including Upgrades
- Additional Real Estate Disclosure Requirements for all Proposals
- PJM Independent Cost Estimate Policy / Constructability Analysis Policy