• Performance
• Cost
• Feasibility
# Cost Containment – Past Milestones

<table>
<thead>
<tr>
<th>Date</th>
<th>Event Description</th>
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<tbody>
<tr>
<td>May 24, 2017</td>
<td>PC – Cost Containment special sessions started</td>
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<tr>
<td>January 25, 2018</td>
<td>MRC – main motion (PJM) fails vote, alternate motion (LS Power) moved and seconded.</td>
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<tr>
<td>May 3, 2018</td>
<td>PC – informational votes on PJM packages and a recommendation to the MRC to defer for more time to allow additional consideration</td>
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<tr>
<td>May 24, 2018</td>
<td>MRC – LS Power proposal with AMP friendly amendment endorsed</td>
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<tr>
<td>June 7, 2018</td>
<td>PC – status update including a review of the proposal templates with implementation planned for the 2018 window</td>
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<tr>
<td>June 18, 2018</td>
<td>Initial comparative framework kickoff meeting with IMM and PJM Planning.</td>
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<tr>
<td>June 21, 2018</td>
<td>MC – Proposed OA revisions endorsed</td>
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## July 12, 2018 – PC
- Provide update to the PC on the IMM/PJM comparative framework effort
- Timeline update
- Status update
- First read of Manual 14F language for the PJM project proposal submittal template

## July 26, 2018 – MRC
- First read of Manual 14F language for the PJM project proposal submittal template

## August 9, 2018 – PC
- Provide a timeline and status update to the PC
- Review of Manual 14F language for the PJM project proposal submittal template

## September 13, 2018 – PC
- Provide update to the PC on the IMM/PJM comparative framework effort
- Timeline update
- Status update
- Request endorsement of Manual 14F language for the PJM project proposal submittal template
## September 2019
- IMM and PJM Collaboratively develop the initial Comparative Framework
- File OA language at FERC

## December 2019
- Present the Comparative Framework for vote to the December 2019 MRC

## January 2020
- Comparative Framework effective for proposal windows commencing after January 1, 2020

## May 2020
- Additional ROE Comparative Framework effective for proposal windows commencing after May 1, 2020
Anticipated Schedule for FERC 1000 Cost Containment Framework

2018

- **Develop** initial Construction Cost Comparative Framework by 9/1/2019

2019

- **Implement** initial Framework by 1/1/2020

2020

- **Continue Development** of additional ROE Framework by 5/1/2020
- **Implement** additional ROE Framework by 5/1/2020

**Reliability Window (60 days)**

**Market Efficiency Window (120 days)**

**Reliability Window (60 days)**

**Reliability Window (60 days)**

**ME Window**

Dec 2019 Vote MRC

May 2020 Vote MRC
Major Components of Cost Containment Evaluation

- Proposal Submission
- Independent Consultant Review and Analysis
- Calculations Evaluation
  - Data Analysis
  - Risk Assessment
- Comparative Matrix is input to overall solution recommendation
- Comparative Matrix – Compare Across Proposals
Lender Risk Discussion

• August 2018

• Met with a large corporate lender

• Experience in PJM and with other transmission investments that are eligible for FERC cost recovery

• Key Points
Next Steps

• Continue IMM Coordination

• Continue PC Review