Issue Charge

_PJM’s Market Efficiency Analysis as applied in the Regional Transmission Expansion Plan (RTEP) should be reviewed_

Problem Statement:
Attached.

Issue Source:
See Problem Statement

Stakeholder Group Assignment:
Planning Committee.

Key Work Activities:

2. Determine whether the Benefit/Cost Analysis can be improved and develop solutions, as needed, to improve the analysis.
3. Review the determination of benefits in PJM’s Benefit/Cost Analysis.
4. Determine whether the determination of benefits in PJM’s Benefit/Cost Analysis can be improved and develop solutions, as needed, to improve the analysis.
5. Review the period analyzed in PJM’s Benefit/Cost Analysis.
6. Determine whether the period used in PJM’s Benefit/Cost Analysis is adequate for non-discriminatory evaluation of projects with different in service dates and develop solutions, as needed, to improve the analysis.
7. Review the determination of costs in PJM’s Benefit/Cost Analysis.
8. Determine whether cost guarantees and/or an incorporation of the risk of cost overruns should be included in PJM’s Benefit/Cost Analysis. Develop solutions, as needed, to improve the analysis.

Expected Deliverables
Revised RTEP Benefit/Costs Analysis

Expected Overall Duration of Work
The MMU expects that this work effort can be completed within six months.