

***Generation Interconnection
Feasibility Study Report***

For

***PJM Generation Interconnection Request
Queue Position X3-010***

Franklin #1

February 2012

Preface

The intent of the feasibility study is to determine a plan, with ballpark cost and construction time estimates, to connect the subject generation to the PJM network at a location specified by the Interconnection Customer. The Interconnection Customer may request the interconnection of generation as a capacity resource or as an energy-only resource. As a requirement for interconnection, the Interconnection Customer may be responsible for the cost of constructing: (1) Direct Connections, which are new facilities and/or facilities upgrades needed to connect the generator to the PJM network, and (2) Network Upgrades, which are facility additions, or upgrades to existing facilities, that are needed to maintain the reliability of the PJM system.

In some instances a generator interconnection may not be responsible for 100% of the identified network upgrade cost because other transmission network uses, e.g. another generation interconnection, may also contribute to the need for the same network reinforcement. The possibility of sharing the reinforcement costs with other projects may be identified in the feasibility study, but the actual allocation will be deferred until the impact study is performed.

The Feasibility Study estimates do not include the feasibility, cost, or time required to obtain property rights and permits for construction of the required facilities. The project developer is responsible for the right of way, real estate, and construction permit issues. For properties currently owned by Transmission Owners, the costs may be included in the study.

General

The Interconnection Customer (IC), has proposed a solar generating facility located in Franklin, New Jersey. The installed facilities will have a total capability of 3.0 MW with 1.1 MW of this output being recognized by PJM as capacity. This means that the remaining 1.9 MW will be curtailable should a system reliability constraint occur.

Point of Interconnection

X3-010 will interconnect with the Jersey Central Power & Light system at a 12kV circuit from the Broadway substation.

FirstEnergy Analysis

This area is presently served by Distribution circuit 27635, a 3 phase 12.5 kV grounded (Wye) distribution circuit originating from JCP&L's Broadway substation located about one mile from the proposed site.

Circuit Protection and Coordination

Due to the capacity of DG facilities already proposing to connect to the 27635 circuit, it is not feasible to connect this DG facility directly to this circuit without negatively impacting the reliability of existing customers in the area. It is recommended therefore to overbuild the 27635 circuit along existing right of ways and connect to the 27634 circuit which also originates from the Broadway substation. A 3MW unit at this location will require the installation of 140 A, ANSI – K fuses on the developer's metering pole serving the facility.

Main Line

To accommodate the proposed 3MW capacity, JCP&L will extend the 27634 circuit via the 27635 circuit (overbuild), install a new tap pole with protective fusing, and re-configure the mainline fusing for proper coordination. The point of interconnection will be pole NJ227FR.

At Substation

JCP&L will replace 3 sets of existing electro-mechanical relays with SEL-351 electronic relays on 2 distribution circuits and on the transformer bank at Broadway substation. JCP&L will remove the existing relays and wiring, provide cabling, test switches, auxiliary relays and conduit.

Based on the 3MW capacity of the customer's system, it will backfeed to JCP&L 34.5 KV system which will require the installation of a bi-directional LTC control on the bank transformer.

At PV Facility

SCADA control system for the breaker will be designed by the customer, and must be approved by JCP&L/FirstEnergy prior to purchase. Typically, these systems utilize fiber optic or leased phone line. The SCADA control system must communicate with JCP&L RDO dispatch center located in Morristown, N.J.

The customer must install and maintain the SCADA control system equipment. Equipment needed inside JCP&L facilities may be installed by JCP&L personnel. Periodic testing of the system will be required and the system must be configured to fail in a 'trip' condition, i.e., upon loss of communications, the system must trip the generator off line.

Distributed Generation must not interfere with the proper detection and clearing of faults on the First Energy system.

Additional Requirements

- JCP&L will work with the IC to determine the exact Point Of Interconnection (POI) based on existing infrastructure layout.

- Interconnect Customer (IC) will install a pole adjacent to JCP&L's pole as point of interconnection. On this pole the IC will install fused cutouts with load break capability, primary metering transformer bracket per the FE Construction Standards of page# 10-347. JCP&L will install and purchase the revenue metering CTs and PTs. which is based on the ratio and accuracy specifications of the customer load and generation levels. This cost is paid by the customer.
- IC provides all trenching, cables and conduit to connect his PV generation facilities into the Point of Interconnection (POI) pole.
- IC must meet all applicable JCP&L/FE standards and requirements which are included in the current JCP&L Tariff for Electric Service.
- IC's inverter-based generation must be UL listed or certified to comply with the requirements of IEEE 1547. JCP&L will require a witness test of this functionality.
- **IC's main breaker shall have an SEL 351 electronic relay which is required for interconnection protection. The main breaker must be on the high side of the IC's transformer. All equipment, breakers, lightning protection, etc., should meet JCP&L/FE's minimum BIL Ratings.**
- IC must take the generator offline when requested by JCP&L / FE for emergency circuit repairs or similar activities
- The IC's transformer must have a grounded Wye connection to the Utility.
- JCP&L shall specify a schedule of appropriate power factor settings for the IC inverters.
- IC must meet requirements of N.J.A.C. 14:4-9 ("In front of meter" all power sold to PJM and interconnection standards for Class I Renewable Energy Systems), as well as IEEE 1547, and IEEE 1547.1
- IC must maintain reactive power capability sufficient to maintain a composite power delivery for the facility at the interconnection point at a power factor between .95 leading and .95 lagging. If this capability cannot be provided by the solar units, a dynamic device such as a STATCOM or SVC must be installed at the project substation at the customer's cost.
- **No environmental review was conducted as part of this cost estimate. If environmental review, fieldwork and permitting is needed an additional 25k (plus gross up) will be added to the estimate. Also, it is assumed that the Developer will obtain all required environmental permits for Developer facilities up to the POI.**

Infrastructure Upgrade Estimated Costs (By JCP&L):

Total Estimated Costs (by JCP&L) is \$1,107,960.00

This cost includes a CIAC (Contribution in Aid of Construction) Federal Income Tax Gross Up charge of \$271,322.00. This tax may or may not be charged based on whether or not this project meets the eligibility requirements of IRS Notice 88-129.

- The cost for the line upgrade work is \$728,365.00.
- The cost for the substation upgrade work is \$330,000.00.
- Metering costs is \$34,697.00 based on us installing and owning the equipment.
- Communication costs of installing SCADA system into JCP&L's RDO center is \$14,898.00.
- All JCPL costs are not subject to refundable provisions of the NJ-BPU Tariff for Electric service
- All Rights of Way (ROW) and permits are the responsibility of the IC to obtain.
- If, in the future, JCP&L changes it's voltage on this circuit due to upgrading to a higher voltage, the developer is responsible for any needed conversions to maintain their generation connection to JCP&L's system, i.e., new transformation and associated costs.
- This price is based on (2012 and 2013) labor costs and material costs. If project has work performed in (2014) additional escalation costs could occur.
- This project will require a facilities study, if we proceed forward.

Note - This is an estimate based on similar work orders previously worked by JCP&L for the types of work described in the analysis above. It is accurate to within plus or minus 50 percent. Should the customer want to proceed with the connection of this facility, a contract with JCP&L will be developed based on these costs and a true-up of actual charges will be made at the completion of the project.

Timetable for Construction:

Total time to complete this project is 18 to 24 months from receipt of "Interconnect Agreement", "Construction Agreement" and receipt of "Estimated Project Costs".

JCP&L estimates six (6) months after receipt of above for design work to be completed.

JCP&L estimates it will require an additional 12 to 18 months to complete the identified infrastructure upgrades.

Network Impacts

Queue project X3-010 was studied as a(n) 3.0 MW (1.14 MW of which was Capacity) injection into JCPL's system at the BROADWAY 34.5 kV substation. Project X3-010 was evaluated for compliance with reliability criteria for summer peak conditions in 2015.

Potential transmission network impacts are as follows:

Generator Deliverability

(Single or N-1 contingencies for the Capacity portion only of the interconnection)

No violations identified.

Multiple Facility Contingency

(Double Circuit Tower Line contingencies only with full energy output. Stuck Breaker and Bus Fault contingencies will be applied during the Impact Study)

No violations identified.

Contribution to Previously Identified Overloads

(This project contributes to the following contingency overloads, i.e. "Network Impacts", identified for earlier generation or transmission interconnection projects in the PJM Queue.)

No violations identified.

New System Reinforcements

(Upgrades required to mitigate reliability criteria violations, i.e. "Network Impacts", initially caused by the addition of this project generation.)

None required.

Contribution to Previously Identified System Reinforcements

(Overloads initially caused by prior Queue positions with additional contribution to overloading by this project. This project may have a % allocation cost responsibility which will be calculated and reported for the Impact Study.)

None required.

Short Circuit

(Report over-dutied breakers.)

None required.

Energy Portion of Interconnection Request

PJM also studied the delivery of the energy portion of the surrounding generation. Any potential problems identified below are likely to result in operational restrictions to the project under

study. The developer can proceed with network upgrades to eliminate the operational restriction at their discretion by submitting a Transmission Interconnection request.

Note: Only the most severely overloaded conditions are listed. There is no guarantee of full delivery of energy for this project by fixing only the conditions listed in this section. With a Transmission Interconnection Request, a subsequent analysis will be performed which analyzes all overload conditions associated with the overloaded element(s) identified. As a result of the aggregate energy resources in the area, the following violations were identified.

No violations identified.

Attachment 1
Aerial View

Attachment 2
Single Line Diagram