



## **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:***

1. Review PJM's Benefit/Cost Analysis.
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.