

Page 5 – Once PJM determines that the proposed Supplemental Project will not adversely impact the reliability of the Transmission System, the proposed Supplemental Project may be integrated into the RTEP base case consistent with Section 1.5.6(h) of Schedule 6.

Page 5, Transmission Owner Supplemental Projects - -

~~[delete] As part of the review of Supplemental Projects, PJM will determine if the Supplemental Projects might eliminate a baseline violation identified in the RTEP Process which may be in progress. PJM will also apprise the relevant Transmission Owner if an RTEP Project is identified which might alleviate the need for a Supplemental Project. Any changes to the need associated with a Supplemental Project or baseline project will also be discussed with the PJM stakeholders.~~

[New Sentences]

As part of the review of Supplemental Projects, PJM will determine if an identified baseline violation, eligible congestion driver, or public policy need may eliminate the need for the Supplemental Projects, in which case the Supplemental Project will not be included in the RTEP.

PJM will also apprise the relevant Transmission Owner if an RTEP Project is identified which might alleviate the need for a Supplemental Project. Any changes to the need associated with a Supplemental Project will also be discussed with the PJM stakeholders.

Section 1.3.4

The Transmission Owners' planning of Supplemental Projects follows the sequence of steps set out in OATT, Attachment M-3 consistent with Section 1.5.4 of Schedule 6. ~~[delete- to the extent the Supplemental Project impacts the transmission system].~~

The Transmission Owners' planning of Supplemental Projects follows the sequence of steps set out in the OATT, Attachment M-3. PJM will include in the activities associated with the model development for the next year's RTEP, which begins in September (see 18-month planning cycle illustrated in Exhibit 1 in this Manual), those Supplemental Projects included in the Local Plans submitted for incorporation into the PJM planning model in the July timeframe.

Additional Supplemental Projects consistent with Section 1.5.6(h) of Schedule 6 for unforeseen, customer-driven expansions or enhancements ~~[delete –needs]~~ that a PJM Transmission Owner identifies later in the year, and which are finalized after July, may be included in the base case if the inclusion of these projects would not disrupt analysis associated with the development of the RTEP violations.

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Furthermore, by virtue of its regional scope, the RTEP process assures coordination of expansion plans across multiple transmission owners' systems. ~~[delete: ,permitting the identification of the most effective and efficient expansion plan for the region.]~~ The RTEP plan developed through this process is reviewed by PJM's independent Board of Managers who has the final authority for plan's approval and implementation. Supplemental Projects may be removed from the RTEP at any time by the PJM Board if the Supplemental Project's federal, state, or local regulatory approval status changes (effective on the date of the regulatory approval status change), or for any other reason deemed appropriate by the PJM Board. Supplemental Projects denied in a final order by a State Commission, or a similar state or municipal siting agency, will be removed from the RTEP, effective on the date of the final order.