

RPPTF Multi-Driver Approach (MDA)

Requested Endorsement

June 26, 2014 MC Meeting, Wilmington, DE Fran Barrett

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New Definitions

- Multi-Driver Project Definition (OA)
- Incremental Multi-Driver Project Definition (OA)
- Proportional Multi-Driver Project Definition (OA)
- Multi-Driver Project Definition (OATT)
- Incremental Multi-Driver Project Definition (OATT)
- Proportional Multi-Driver Project Definition (OATT)
- New MDA Section 1.5.10 and Subsections (a)–(h), inclusive (Schedule 6, OA)

NOTE: TOs' provided notice of proposed changes to OATT for multi-driver projects

- TO refinements made to Schedule 12 regarding MDA Cost Allocation
- TOs are currently engaged with stakeholders and OPSI representatives regarding comments received



- Respond to questions on final drafts of OA & OATT
- Request MC to endorse new OA and OATT MDA definitions and implementing language for filing



Proposed language:

- Leverages existing planning processes
 - Need-based Reliability solutions (R)
 - Benefit/Cost-based Market Efficiency solutions (ME)
 - Public Policy-based elements via State Agreement (PP)
- Allows for cohesive combinations to augment current R+ME and standalone PP methods



MDA Key Considerations

- MDA principles provide PJM planning methods to develop multi-driver project combinations as part of annual RTEP
 - Parallel Method (combining separate solutions that address reliability, economics and/or public policy into a single transmission enhancement or expansion)
 - Incremental Method (expanding or enhancing a proposed single driver solution by adding one or more drivers)
- Office of the Interconnection to apportion respective value of estimated combination(s)
- NOTE: Cost Allocation determined by Transmission Owners (TOs) via Section 205 Filing



- MRC endorsed the proposed definitions and drafts at the May 29, 2014 meeting
- Request MC consideration and vote to incorporate MDA within the PJM Regional Transmission System Expansion Planning Process.
- Subject to endorsement, prepare and make appropriate FERC filings



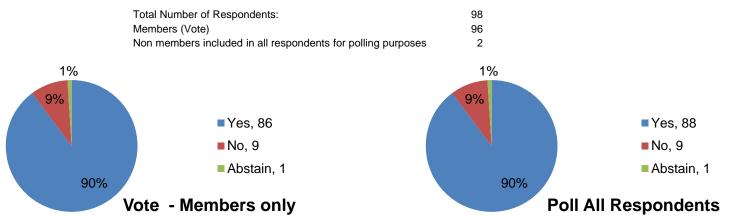
Reference Slides

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RPPTF Multi-Driver Approach Survey Conducted March 13 - 20, 2014

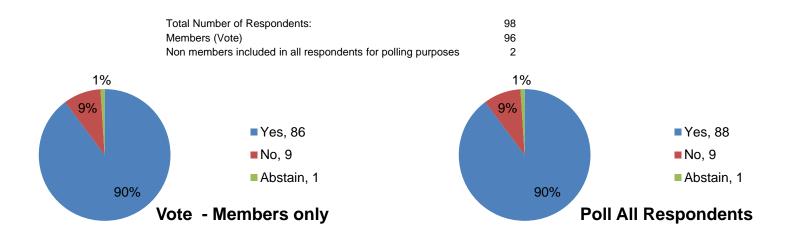
Q1: Per the Draft Definitions new tariff Section 1.18.H, and new section 1.25A of Schedule 6 of the OA, and proposed new MDA Section 1.5.10 of Schedule 6 of the OA, do you support the ability (but not the obligation) to combine for planning and cost allocation purposes R&ME&PP, ME & PP, And or R&PP within PJM RTEP Process? (Yes, No, Abstain)





RPPTF Multi-Driver Approach Survey Conducted March 13 - 20, 2014

Q2: Should we have RTEP processes that allow the development of projects on an "incremental" planning basis? (Yes, No, Abstain)





RPPTF Multi-Driver Approach Survey Conducted March 13 - 20, 2014

Q3: Should we have RTEP processes that allow the development of projects on a "parallel" planning basis? (Yes, No, Abstain)

