RPPTF Multi-Driver Approach (MDA)

Second Read & Voting Item

Revised – May 29, 2014

MRC Meeting, Wilmington, DE

Fran Barrett

- Multi-Driver Project Definition (OA)

- Multi-Driver Project Definition (OATT)

- New MDA Section 1.5.10 (Schedule 6, OA)
  - Insertion of Market Efficiency Clarification (April 23, 2014)
  - PJM and TO Counsel Clean up to align Schedules 6 & 12

- TOs' notice of proposed changes to OATT for multi-driver projects
  - TO refinements to Schedule 12

- Report upon effort to align PJM OA language and proposed TO OATT language
  - Making clear PJM Planning methods
  - Aligning TO Cost Allocation language with planning method

- Respond to questions on final drafts of OA & OATT

- Request MRC to consider item for voting

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 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/MC consideration and vote on RPPTF language with complete understanding of proposed, revised Cost Allocation formula for Multi-Driver projects
 - May 29, 2014 MRC

Reference Slides

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)

Total Number of Respondents:	98
Members (Vote)	96
Non members included in all respondents for polling purposes	2

Vote - Members only

Yes, 86
No, 9
Abstain, 1

Poll All Respondents

Yes, 88
No, 9
Abstain, 1
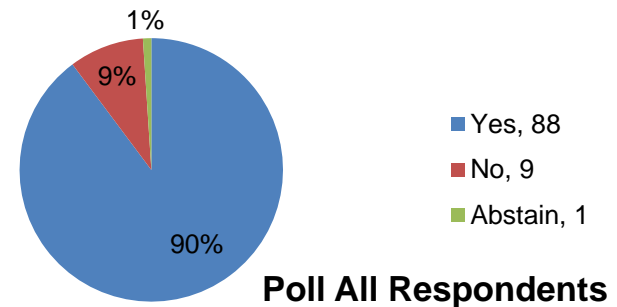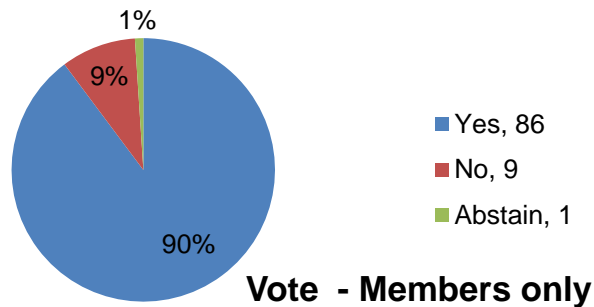
Q2: Should we have RTEP processes that allow the development of projects on an "incremental" planning basis? (Yes, No, Abstain)

Total Number of Respondents:	98
Members (Vote)	96
Non members included in all respondents for polling purposes	2

1%
9%
Yes, 86
No, 9
Abstain, 1
90%

Vote - Members only

1%
9%
Yes, 88
No, 9
Abstain, 1
90%

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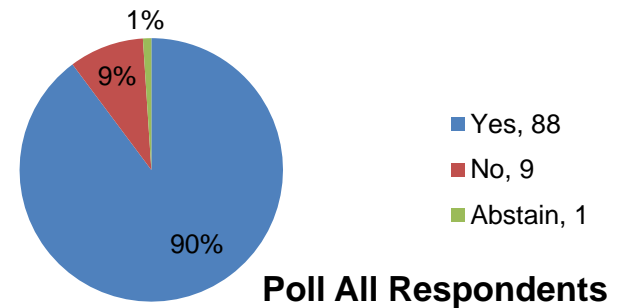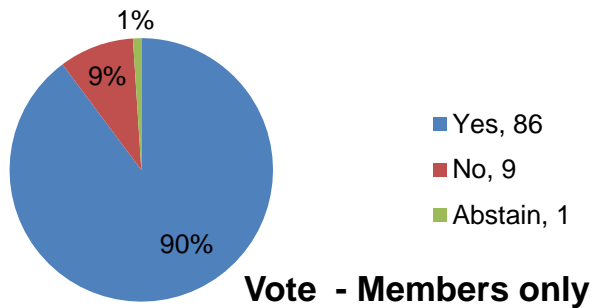
Q3: Should we have RTEP processes that allow the development of projects on a "parallel" planning basis? (Yes, No, Abstain)

Total Number of Respondents:	98
Members (Vote)	96
Non members included in all respondents for polling purposes	2

1%
9%
90%

■ Yes, 86
■ No, 9
■ Abstain, 1

Vote - Members only

1%
9%
90%

■ Yes, 88
■ No, 9
■ Abstain, 1

Poll All Respondents