



Cost Containment Status and Next Steps

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April 11, 2019

- Cost Evaluation – What to expect at TEAC
 - Information – project submittal templates, side-by-side comparisons, PJM and independent consultant cost estimates, observations, risk assessment, visual comparisons
 - No one size fits all approach
 - Use optimal approach given the cluster(s) of projects under evaluation
 - Regular updates

- TEAC Review
- Summarize proposal submissions and PJM findings for TEAC review
- Cost Containment

Project Cost Comparison Overview				
Example Proposal ID#	A	B	C	D
150	<ul style="list-style-type: none"> • Project Descriptions • Proposed Cost Estimate • PJM Cost Estimates • Cost Containment • Other 			
809				
362				
783				
234				
<div style="border: 1px solid gray; padding: 5px; display: inline-block;">Conceptual</div>				

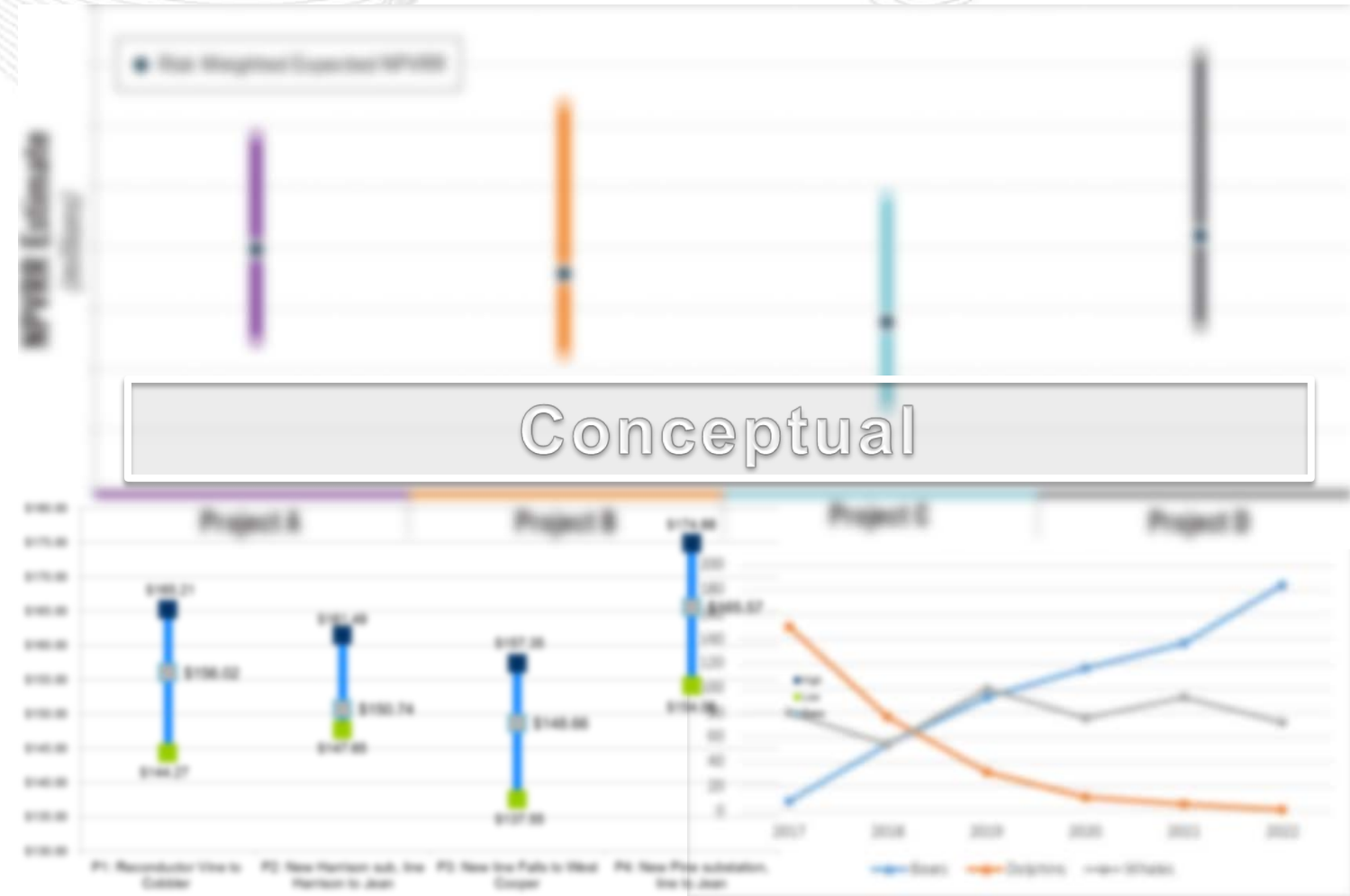
- TEAC Review
- Subject to redaction
- Side-by side comparison of project details

Project Cost Comparison Breakdown				
Example Proposal ID#	A	B	C	D
150	<ul style="list-style-type: none"> • See proposal templates 			
809	<ul style="list-style-type: none"> ✓ Engineering & design, permitting, ROW and land, materials, construction, overhead, contingency, total capex, AFUDC, taxes, ROE cap, capital structure, etc. 			
362	<ul style="list-style-type: none"> ✓ Subject to redaction 			
783	<ul style="list-style-type: none"> ✓ Assumptions 			
234	<div style="border: 1px solid gray; padding: 5px; text-align: center; font-size: 1.2em;">Conceptual</div>			

- No one size fits all approach, evaluation categories will be specific to the cluster under study
- Cluster specific observations and factors

		Project Cost Evaluation Categories			
Example Proposal ID#	A	B	C	D	
150	<ul style="list-style-type: none"> • Qualitative Observations & Quantitative Factors <ul style="list-style-type: none"> ✓ Pass / Fail ✓ Acceptable / Unacceptable ✓ Poor / Fair / Good / Better / Best ✓ Low / Neutral / High ✓ Scales: 1-10, 1-100, percent %, etc. ✓ Timing / Duration ✓ Project Specific Risks ✓ Other 				
809					
362					
783					
234					
<div style="border: 1px solid gray; padding: 10px; display: inline-block;">Conceptual</div>					

- Specific to cluster under evaluation
- Data visualization
 - Relative risk
 - Cost
 - Expected, high, low
 - Other



- Documentation
- Stakeholder review