

Benefit/Cost Discussions

PC

May 10, 2019

Howard Haas



Monitoring Analytics

Benefit/Cost

Problem Statement / Issue Charge

- **The Benefit and Cost Calculations in PJM's evaluation of transmission projects should be reviewed.**



Benefit/Cost

Problem Statement / Issue Charge

- **The current benefit/cost analysis for a regional project explicitly and incorrectly ignores the increased congestion in zones that results from an RTEP project when calculating the energy market benefits.**
- **The benefit/cost analysis does not account for the fact that different transmission projects may have different cost guarantees/cost risk. The current benefit/cost analysis does not have a reasonable way to evaluate and compare the costs of projects with different cost guarantees/cost risks.**



Include in existing task force effort?

- **MMU believe that these issues could be included in the work of the current task force: MEPETF.**
- **MMU proposes to do that rather than start a new task force.**
- **MMU believes these issues should be added to the current work activity list/existing charter.**



Monitoring Analytics, LLC

2621 Van Buren Avenue

Suite 160

Eagleville, PA

19403

(610) 271-8050

MA@monitoringanalytics.com

www.MonitoringAnalytics.com

