



Reevaluation

June 15, 2018

- Status Quo: Costs and benefits of new economic-based enhancements or expansions shall be evaluated annually to ensure these projects continue to be economical.
- Issues with Status Quo:
 - The reevaluation process is very complicated due to the large number of market efficiency projects.
 - The order in which the projects have to be reevaluated is undefined and may impact reevaluation results.

- PJM Proposal:
 - PJM will only reevaluate projects with a capital cost of \$20M or higher.
 - For projects with a cost less than \$20M, if project cost increases such that the B/C ratio (given the original benefits) falls below 1.25, then PJM will study the impacts of cancelling the project.
- Note: \$20M is already being used as a threshold for interregional TMEP and a break-point in proposal fee structure.

PJM Window Project ID	Type	Cost (\$mill)
201415_1-2A	Upgrade	\$1.10
201415_1-2B	Upgrade	\$3.10
201415_1-4I	Upgrade	\$0.75
201415_1-4J	Upgrade	\$0.50
201415_1-9A	Greenfield	\$340.60
201415_1-10B	Upgrade	\$0.10
201415_1-10J	Upgrade	\$24.60
201415_1-10D	Upgrade	\$11.50
201415_1-11H	Upgrade	\$9.70
201415_1-12A	Upgrade	\$11.18
201415_1-13E	Upgrade	\$2.40
201415_1-18G	Upgrade	\$5.20
201415_1-18I	Upgrade	\$0.60
201617_1-3A	Upgrade	\$0.84
201617_1-3B	Upgrade	\$5.62
201617_1-5E	Upgrade	\$25.40
201617_1A-2A	Upgrade	\$0.60
201617_PJM_RPM_DEOK	Upgrade	\$1.50