Market Efficiency Update

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Transmission Expansion Advisory Committee

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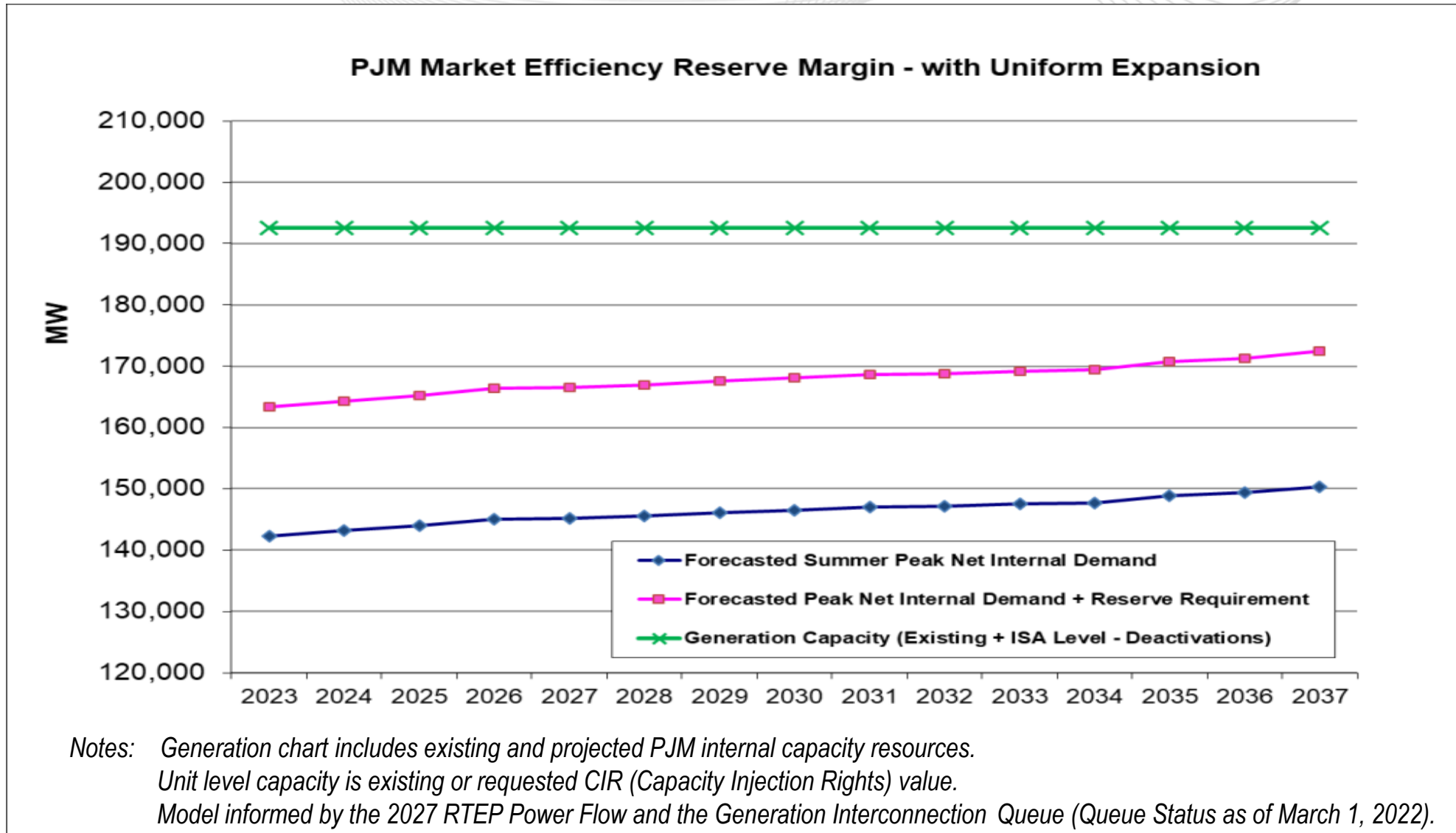# 2022/23 Market Efficiency Cycle

- Study Years

  – 2023, 2027, 2030, 2033, and 2037.

- PROMOD Database

  – Spring 2022 Data Release from ABB

    - Fuel/Emissions price forecasts from ABB, May 2022 update.

  – Load forecast from PJM 2022 Load Forecast Report.

  – Topology from 2027 Summer Peak load flow case from 2022 RTEP series.

  – Generation Expansion consistent with 2027 RTEP load flow.

- Simulations performed using PROMOD IV v11.4 engine

- Market Efficiency Base Case Generation Expansion Plan includes existing and ISA (Interconnection Service Agreement) level generators*.

    – Generators with a signed ISA or an Interim ISA that are not suspended are included.

- PJM notified generator deactivations are modeled.

- PJM's Generation Expansion Plan is informed by the 2027 RTEP load flow model.

*In accordance to PJM Operating Agreement, subsection 1.5.7 (i).

PJM Market Efficiency Reserve Margin - with Uniform Expansion

Legend:
- Forecasted Summer Peak Net Internal Demand
- Forecasted Peak Net Internal Demand + Reserve Requirement
- Generation Capacity (Existing + ISA Level - Deactivations)

Notes: Generation chart includes existing and projected PJM internal capacity resources.
Unit level capacity is existing or requested CIR (Capacity Injection Rights) value.
Model informed by the 2027 RTEP Power Flow and the Generation Interconnection Queue (Queue Status as of March 1, 2022).

Step	Target Date
Complete Base Case Assumptions	May 2022
Post Draft Base Case	July 2022
Stakeholders Feedback	September 2022
Identify Congestion Drivers	September – November 2022
2022 Reevaluation Analysis	September – November 2022
2022 Acceleration Analysis	September – November 2022
Post Base Case and Congestion Drivers	January 2023
Open Long Term Proposal Window	January 2023

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Market Efficiency Update

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