EXHIBIT JC-4

BEFORE THE

NEW JERSEY BOARD OF PUBLIC UTILITIES

IN THE MATTER OF THE PETITION OF JERSEY CENTRAL POWER & LIGHT COMPANY PURSUANT TO N.J.S.A. 40:55D-19 FOR A DETERMINATION THAT THE MONTVILLE-WHIPPANY 230 KV TRANSMISSION PROJECT IS REASONABLY NECESSARY FOR THE SERVICE, CONVENIENCE OR WELFARE OF THE PUBLIC

Direct Testimony

of

Lawrence A. Hozempa

Re: Electrical Need

1 I. INTRODUCTION AND BACKGROUND

- 2 Q. Please state your name and business address.
- A. My name is Lawrence A. Hozempa. My business address is 5001 NASA
 Boulevard, Fairmont WV, 26554.
- 5 Q. By whom are you employed and in what capacity?

6 A. I am employed by FirstEnergy Service Company ("FirstEnergy"), as a Supervisor, 7 Transmission Planning in the Energy Delivery Planning and Protection ("EDPP") 8 Department assigned to supervise the transmission planning of the Jersey Central 9 Power & Light Company, ("JCP&L" or the "Company") and other FirstEnergy 10 companies. My responsibilities include supervising the employees responsible for 11 analyzing JCP&L's transmission system to assure the future reliability of the 12 JCP&L system and related systems to which it is interconnected. I also supervise 13 the performance of transmission reliability studies to determine compliance with 14 reliability criteria established by the North American Electric Reliability 15 Corporation ("NERC") as well as with reliability and operational criteria 16 established by PJM Interconnection, LLC ("PJM") and JCP&L. Furthermore, I 17 supervise the coordination with neighboring transmission owners, in conjunction 18 with PJM, the analysis of the transmission system from a regional perspective.

19 Q. Please describe your professional experience and educational background.

- 20 A. I am a 1986 graduate of The Pennsylvania State University with a Bachelor of
- 21 Science Degree in Electrical Engineering. I am also a Registered Professional
- 22 Engineer with the Commonwealth of Virginia, the Commonwealth of

23 Pennsylvania, and the states of Maryland and West Virginia.

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1 My experience with the Company includes Distribution Planning, 2 Distribution Operations and Maintenance and Transmission Planning. I started with West Penn Power Company ("West Penn") in February of 1987 as an 3 4 Engineer, Division Planning (E1) in the Allegheny-Kiski Division of West Penn. 5 I was transferred in 1988 to the Loyalhanna Division of West Penn and moved 6 back to the Allegheny-Kiski Division in 1989. During the Allegheny Power 7 reorganization in 1996, I was named Engineer, Planning (E3) with responsibilities 8 for several service centers located in the Northern Region of Allegheny Power's 9 service territory. I moved in to the Transmission Planning Group of Allegheny 10 Power in 2000 where I was responsible for planning the Company's electric 11 transmission system for southwestern Pennsylvania. In 2004, I was named 12 Service & Design Manager in the Jeannette Region. In 2005, I returned to the 13 Transmission Planning group as a Senior Engineer with the responsibility for planning the Company's extra high voltage system, and while in the group I was 14 15 promoted to Consulting Engineer in 2008. After the merger with FirstEnergy was 16 consummated in 2011, I was named to my present position.

17 My education, experience and qualifications are fully-set forth in18 Appendix A to my testimony.

19 Q. Have you previously testified in Board of Public Utilities ("Board" or "BPU")
20 proceedings?

A. No, but I adopted the pre-filed written testimony of Jeffrey Goldberg before the
BPU on behalf of Jersey Central Power & Light Company ("JCP&L" or the

"Company") for the Oceanview 230 kV Transmission Project in Docket No.
 EO14030281.

3 Q. Have you testified in proceedings before other utility regulatory 4 commissions?

- 5 A. Yes. In 2004, I testified before the Federal Energy Regulatory Commission 6 ("FERC") in Case ER02-136 related to Direct Assigned Facilities charges for use 7 of non-transmission facilities by wholesale customers. In 2007, I testified before 8 the Public Service Commission of West Virginia (Case No. 07-0508-E-CN) and 9 the State Corporation Commission of the Commonwealth of Virginia (Case No. 10 PUE-2007-00033) related to the need to construct the Tran-Allegheny Interstate 11 Line, and the Public Utility Commission of Pennsylvania (Docket Nos. A-110172, 12 A-110172F0002, A-110172F0003, A-110172F0004, and G-00071229) related to 13 the need to construct the Trans-Allegheny Interstate Line and the Prexy Facilities.
- I also filed written testimony in July 2014 with the State Corporation
 Commission of the Commonwealth of Virginia related to the need to rebuild the
 Millville-Old Chapel 138 kV line.

17 Q. Would you describe the purpose of your testimony?

18 A. The purpose of my testimony is to describe the electrical need for the Montville19 Whippany 230 kV transmission project ("Project"). On behalf of JCP&L, I will:

Provide an overview of JCP&L's service territory and its electric distribution/transmission system;

• Describe the Project;

1		• Describe JCP&L's involvement in the PJM regional transmission
2		expansion planning process that resulted in a determination that a new,
3		approximately 7.0-mile long Montville-Whippany 230 kV line is needed to
4		assure the electric reliability of JCP&L's transmission facilities and the
5		PJM transmission system;
6		• Describe the alternatives considered; and
7		• Explain JCP&L's perspective on the electrical need for the Montville-
8		Whippany 230 kV Transmission Project.
9		Although I will describe the general route of the Montville-Whippany 230 kV line,
10		the details of the specific route proposed by JCP&L are described and supported
11		by JCP&L witness Mr. Peter Sparhawk in his direct testimony.
	~	
12	Q.	Please identify and describe the exhibits to your testimony and summarize the
12 13	Q.	Please identify and describe the exhibits to your testimony and summarize the contents of those exhibits.
	Q. A.	
13		contents of those exhibits.
13 14		contents of those exhibits. I am sponsoring four exhibits with my direct testimony:
13 14 15		 contents of those exhibits. I am sponsoring four exhibits with my direct testimony: Exhibit LAH-1 is an overview of the Project;
13 14 15 16		 contents of those exhibits. I am sponsoring four exhibits with my direct testimony: Exhibit LAH-1 is an overview of the Project; Exhibit LAH-2 is the slide from PJM's April 27, 2012 TEAC meeting
13 14 15 16 17		 contents of those exhibits. I am sponsoring four exhibits with my direct testimony: Exhibit LAH-1 is an overview of the Project; Exhibit LAH-2 is the slide from PJM's April 27, 2012 TEAC meeting where the Project was announced;
13 14 15 16 17 18		 contents of those exhibits. I am sponsoring four exhibits with my direct testimony: Exhibit LAH-1 is an overview of the Project; Exhibit LAH-2 is the slide from PJM's April 27, 2012 TEAC meeting where the Project was announced; Exhibit LAH-3 is FE's response to a November 26, 2012, PJM
 13 14 15 16 17 18 19 		 contents of those exhibits. I am sponsoring four exhibits with my direct testimony: Exhibit LAH-1 is an overview of the Project; Exhibit LAH-2 is the slide from PJM's April 27, 2012 TEAC meeting where the Project was announced; Exhibit LAH-3 is FE's response to a November 26, 2012, PJM Notification of Designation of Construction Responsibility for RTEP
 13 14 15 16 17 18 19 20 		 contents of those exhibits. I am sponsoring four exhibits with my direct testimony: Exhibit LAH-1 is an overview of the Project; Exhibit LAH-2 is the slide from PJM's April 27, 2012 TEAC meeting where the Project was announced; Exhibit LAH-3 is FE's response to a November 26, 2012, PJM Notification of Designation of Construction Responsibility for RTEP Projects Approved; and

1 II. <u>BACKGROUND</u>

Q. Can you provide an overview of JCP&L's service territory and its electric distribution/transmission system?

4 A. The Company's service territory encompasses approximately 3,300 square miles 5 in two distinct regions: the Central Region in central coastal New Jersey, and the 6 Northern Region, in the heavily-forested northwestern portion of the State. These 7 two regions are served by 14 operating districts. In total, JCP&L provides electric distribution service to approximately 1.1 million residential, commercial and 8 9 industrial customers, representing approximately 25% of the metered electric 10 customers in New Jersey. The service territory includes all or parts of 13 counties 11 and 236 municipalities, equaling approximately 45% of the municipalities in the 12 State of New Jersey.

The Company operates and maintains over 35,000 conductor miles of primary distribution circuits, over 1,802 circuit miles (5,406 conductor miles) of sub-transmission circuits, in excess of 330,000 JCP&L-owned poles and approximately 244,000 transformers. JCP&L operates 324 substations, 235 subtransmission circuits and 1,173 primary distribution circuits.

JCP&L's transmission system provides a mechanism for delivery of bulk electric power to the distribution circuits and sub-transmission circuits within the Company's service territory. The Bulk Electric System ("BES") transmission in the area is designed with three nominal voltages; 500 kV, 230 kV, and 115 kV. There are approximately 60 substations connecting to the BES, with

approximately 18 pole-miles of 500 KV circuits, 446 pole-miles of 230 kV
 circuits, and 138 pole-miles of 115 kV circuits.

3 III. <u>DESCRIPTION OF PROJECT</u>

4 Q. Please describe the Project.

5 The Project involves the construction of a new 230 kV transmission line between A. 6 JCP&L's Montville substation and its Whippany substation, along with the 7 associated upgrades to these substations. The new 230 kV line will be approximately 7.0 miles long. Approximately 89 percent (6.2 miles) of the new 8 9 230 kV line can be constructed entirely within or partially within existing 10 transmission ROW. JCP&L witnesses John M. Toth and Dave Kozy, Jr. describe 11 the project in more detail in their direct testimony.

12 Q. What is the significance of the Project from an electrical perspective?

This PJM baseline RTEP project (b2003) is a proposed criteria driven electric 13 A. 14 reliability transmission enhancement to the JCP&L transmission system consisting 15 of a new 230 kV transmission line and expansion of two substations at the terminal 16 ends of the new 230 kV line, all to be constructed by JCP&L. The 230 kV 17 transmission line is required to connect certain electrical points, i.e. transmission 18 substations. Specifically, the line will establish a direct 230 kV path from the 19 highly-networked Whippany substation in East Hanover Township, Morris 20 County, New Jersey, to the presently loop-fed Montville substation in Montville 21 Township, Morris County, New Jersey. The proposed Montville-Whippany 230 kV line provides a new 230 kV source into Montville substation to supplement the 22 23 230 kV looped source that exists today.

1 Besides the line construction, which is the majority of the project, work at 2 both Montville and Whippany substations will be required. At Montville substation, a 230 kV breaker will be installed in the existing ring bus to provide 3 4 for termination of the new line at Montville substation. At Whippany substation, 5 a 230 kV breaker will be installed in the existing ring bus to provide for 6 termination of the new line at Whippany substation. Expansion of the substations 7 will not be necessary for this work. The Montville-Whippany 230 kV Line 8 Project diagram is shown for illustrative purposes on Exhibit LAH-1.

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IV. <u>PLANNING PROCESS AND ELECTRICAL NEED FOR THE PROJECT</u>

10Q.Is JCP&L required to plan the transmission system to meet mandatory11reliability standards?

A. Yes, pursuant to Section 215 of the Federal Power Act, FERC has certified NERC
as the electric reliability organization to develop and enforce mandatory reliability
standards, subject to FERC review and approval. The FERC-approved NERC
reliability standards are mandatory. Failure to comply with the standards can
result in serious penalties.

PJM, a FERC-approved Regional Transmission Organization ("RTO"), is responsible for ensuring the reliability of the electric transmission system under its functional control and coordinating the movement of wholesale electricity in all or parts of 13 states, including New Jersey. PJM is responsible for assuring compliance with NERC planning and operating standards for the bulk electric system (i.e., above 100 kV) within its control area. NERC reliability standards require that the bulk electric system be designed to operate under approved

1		thermal and voltage criteria during anticipated peak loading conditions and in
2		consideration of credible outages of elements on the bulk electric system.
3	Q.	Please describe the relationship of JCP&L's transmission facilities to the PJM
4		transmission system.
5	A.	JCP&L is a PJM Transmission Owner ("TO") serving 1.1 million customers, and
6		a member of the PJM RTO. As a PJM TO, all JCP&L transmission BES facilities
7		are planned and operated by PJM. Furthermore, each TO agrees to remediate all
8		identified BES reliability criteria violations in accordance with the NERC
9		reliability standards, PJM planning criteria, and its own planning criteria.
10	Q:	Could you please describe PJM's role in overseeing transmission system
11		planning within the PJM footprint?
12	A:	Yes. PJM is the regional transmission Planning Coordinator and Transmission
13		Planner for the JCP&L Transmission Zone, which encompasses the geographic
14		area served by JCP&L. In this capacity, PJM applies an analytical approach to
15		identify the need and timing for transmission system upgrades to preserve the
16		reliability of the electricity grid. The PJM Regional Transmission Expansion Plan
17		("RTEP") process is a comprehensive series of detailed analyses to ensure
18		reliability under the applicable NERC, PJM and TO (i.e., JCP&L) reliability
19		criteria.
20		Through the RTEP process, PJM performs multiple analyses including a
21		five-year baseline analysis to assess (current year plus five years) compliance

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with NERC, PJM and TO reliability criteria and identifies transmission upgrades

needed to meet near-term demand growth for customers' electricity needs. The

1 RTEP process uses the PJM load forecasts, which take into consideration demand 2 response and energy efficiency levels, existing generation, and new resources 3 stemming from interconnection requests for new generating plants and merchant 4 transmission facilities.

5 Q. Can you describe the planning criteria used in assessments performed by 6 JCP&L?

A. Yes, the JCP&L transmission system must meet all applicable NERC, PJM, and
TO transmission planning criteria ("planning criteria") that apply to transmission
systems. Using NERC standards as a guide, the following criteria must be met
during normal conditions and when NERC-defined outages occur on the bulk
electric system. These outage conditions and associated criteria are defined in
NERC standards as follows:

13 • NERC Category A, system performance under normal (No Contingency) 14 conditions, provides that the Planning Coordinator and Transmission 15 Planner (in this case, PJM) shall demonstrate, in collaboration with 16 JCP&L through a valid assessment, that its portion of the interconnected 17 transmission system is planned such that, with all transmission facilities in 18 service and with normal operating procedures in effect, the transmission 19 network can be operated to supply projected customer demands and 20 projected firm transmission services at all demand levels. This is the 21 normal day-to-day condition and configuration of the bulk electric system. 22 NERC Category B contingencies are events resulting in the loss of any 23 single generating unit, transmission line, transformer, circuit breaker,

1 capacitor or single pole of a bi-polar DC line. These events shall not 2 cause the thermal loading of any bulk electric system facility to exceed its In addition, for NERC Category B 3 seasonal emergency rating. 4 contingencies, voltages must remain within a prescribed maximum 5 deviation and within the emergency minimum or maximum voltage limits. 6 Category B contingencies are also known as N-1 contingencies, where N 7 is the total number of transmission components in the network under study. Planning criteria allow for a plus-or-minus 8 percent voltage 8 9 deviation and 0.92 per unit as the minimum voltage and 1.05 per unit as 10 the maximum voltage for facilities within the networked bulk electric system at a 230 kV nominal voltage. 11

12 NERC Category C contingencies are events resulting in the loss of any 13 double-circuit bulk electric system transmission line (i.e., common structure), bi-polar DC line, faulted circuit breaker, bus section, or the 14 15 combination of a single generating unit, transmission line, transformer, 16 circuit breaker or capacitor followed by the loss of another single 17 generating unit, transmission line, transformer, circuit breaker or capacitor 18 (i.e., N-1-1). For these contingencies, thermal loading shall not exceed the 19 seasonal emergency rating of any networked facility; violate either the 20 maximum deviation or the emergency minimum or maximum voltage 21 criteria. Similar to the NERC Category B, planning criteria allow for plus-22 or-minus 8 percent voltage deviation and 0.92 per unit as the minimum

- voltage and 1.05 per unit as the maximum voltage for 230 kV facilities
 within the networked bulk electric system.
- In addition, the transmission planning criteria stipulates that for any
 NERC Category B or C event, the associated loss of load will be limited to
 less than 300 MW.

6 Q. As part of its RTEP process, did PJM identify a reliability criteria violation 7 in regard to the Montville 230 kV substation?

8 A. Yes. In the 2012 RTEP, PJM identified reliability criteria violations of NERC 9 Category C contingencies for the N-1-1 outage of the Montville-Roseland (E2205) 10 230 kV line followed by the loss of either the Kittatinny-Newton (T2298) 230 kV 11 line with the 230-34.5 kV transformer and the 34.5 kV capacitor at Newton or the 12 Newton-Montville (N2214) 230 kV line. JCP&L confirmed this contingency may 13 result in more than 300 MW of load loss, which would violate the JCP&L 14 Planning Criteria as well as PJM planning criteria. The JCP&L-proposed Project 15 was confirmed by PJM that it adequately addresses the reliability criteria violation.

16 Q. Has PJM included the Project in its RTEP?

A. Yes. PJM has assigned RTEP number b2003 to the Project as a baseline upgrade
in the JCP&L zone. PJM presented the Project at the April 27, 2012 TEAC
meeting as shown in Exhibit LAH-2. As indicated in the presentation, PJM
announced the NERC Category C contingency violates planning criteria and
initially established a June 1, 2015 PJM need date.

Q. JCP&L has a target in-service date of June 1, 2017. Is the June 1, 2017 inservice date agreeable to PJM?

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A. Yes. On February 22, 2013, JCP&L in response to a November 26, 2012, PJM
Notification of Designation of Construction Responsibility for RTEP Projects
Approved, submitted a projected June 1, 2017 in-service date, (see Exhibit LAH3). PJM has not changed their required date for the project, but has listed the
projected in-service date as June 1, 2017 in the RTEP Transmission Construction
Status database, which is available on-line at http://www.pjm.com/planning/rtep-upgrades-status/construct-status.aspx.

8 Q. Did JCP&L identify planning criteria violations in the Montville area when 9 performing planning assessments?

A. Yes, in 2012 both PJM and JCP&L identified a potential voltage collapse risk on
 the system in the Greystone, Montville, Riverdale and Whippany areas with a
 potential loss of load exceeding 400 MW resulting from the NERC Category C
 contingency.

14 Q. Please describe the assessment performed to identify the need for the project?

15 During the PJM 2012 RTEP N-1-1 analysis for study year 2015 the power flow A. 16 study case diverged (i.e., did not solve) for the NERC Category C contingencies 17 mentioned previously, which indicates a potential voltage collapse. In 18 collaboration with PJM, JCP&L confirmed the potential voltage collapse violation 19 in the Montville and surrounding areas. In addition, due to the loss of the 230 kV 20 sources to the Iliff, Newton and Montville substations, JCP&L determined the 21 potential loss of load could exceed 400 MW. After study and evaluation, it was 22 determined the best overall solution was to construct a new 230 kV line into the 23 Montville substation.

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1Q.What is the impact to the JCP&L service territory for the studied N-1-12contingencies?

3 A. In the worst case, the loss of the Montville-Roseland (E2205) 230 kV line 4 followed by the loss of the Kittatinny-Newton (T2298) 230 kV line with the 230-5 34.5 kV transformer and the 34.5 kV capacitor at Newton creates a local area voltage collapse on the underlying 34.5 kV system centered at Montville 6 7 substation, with loss of load exceeding 400 MW. Based on JCP&L's dynamics analysis, Exhibit LAH-4 illustrates the extent of the area impacted in accordance 8 9 with the identified substations affected. There are approximately 86,719 10 customers served by the affected substations based on active connected customer 11 meters in August 2014. The table below lists the affected substations and associated customer counts. 12

Substation	No. of customers
Ace	3
Andover	4,108
Boonton	1,788
Branchville	5,476
Chamor	1
Changebridge	8,400
Chapin Road	4,114
Denville	1,247
Doremus	1
Drew	2,433
East Newton	3,569
Edwards Road	2
Fox Hill	2,504
Green Bank	1
Hackensack Water	1
Halsey	3,059
Haskell	5,869
Holiday	2,501
Jacksonville	1,827

Jersey City Water1Lime Crest1Lincoln Park3,823Mohawk2,579Montville2Nabisco2North Newton2,838Parsippany2,987Passaic Stone1Pequannock3,479Pfizer1Pompton Lakes2,493Pompton Plains3,011Ramapo Water2Riverdale7,084Riverdale Quarry1Star Ledger1Sussex3,042Taylortown2,356Troy Hills4,351Wanaque Dam4Woodruffs Gap1,756Grand Total86,719		
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North Newton2,838Parsippany2,987Passaic Stone1Pequannock3,479Pfizer1Pompton Lakes2,493Pompton Plains3,011Ramapo Water2Riverdale7,084Riverdale Quarry1Star Ledger1Sussex3,042Taylortown2,356Troy Hills4,351Wanaque Dam4Woodruffs Gap1,756	Montville	2
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Pompton Lakes2,493Pompton Plains3,011Ramapo Water2Riverdale7,084Riverdale Quarry1Star Ledger1Sussex3,042Taylortown2,356Troy Hills4,351Wanaque Dam4Woodruffs Gap1,756	Pequannock	3,479
Pompton Plains3,011Ramapo Water2Riverdale7,084Riverdale Quarry1Star Ledger1Sussex3,042Taylortown2,356Troy Hills4,351Wanaque Dam4Woodruffs Gap1,756	Pfizer	1
Ramapo Water2Riverdale7,084Riverdale Quarry1Star Ledger1Sussex3,042Taylortown2,356Troy Hills4,351Wanaque Dam4Woodruffs Gap1,756	Pompton Lakes	2,493
Ramapo Water2Riverdale7,084Riverdale Quarry1Star Ledger1Sussex3,042Taylortown2,356Troy Hills4,351Wanaque Dam4Woodruffs Gap1,756	Pompton Plains	3,011
Riverdale Quarry1Star Ledger1Sussex3,042Taylortown2,356Troy Hills4,351Wanaque Dam4Woodruffs Gap1,756	Ramapo Water	_
Star Ledger1Sussex3,042Taylortown2,356Troy Hills4,351Wanaque Dam4Woodruffs Gap1,756	Riverdale	7,084
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Sussex3,042Taylortown2,356Troy Hills4,351Wanaque Dam4Woodruffs Gap1,756	Star Ledger	1
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2 Q. What load forecast was used in the 2012 assessment?

A, The load forecast used in the 2012 assessment was the PJM Load Forecast Report
dated January 2012. For the study year 2015, the JCP&L 50/50 summer peak load
was forecast to be 6,605 MW.

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Q. How does this load level compare to subsequent load forecasts?

- 7 A. The PJM Load Forecast Report January 2013 lists the 2015 JCP&L 50/50 summer
- 8 peak load level at 6,503 MW. The PJM Load Forecast Report January 2014 lists
- 9 the 2015 JCP&L 50/50 summer peak load level at 6,494 MW. The January 2015
- 10 PJM Load Forecast Report lists the 2015 JCP&L50/50 summer peak load level at

11 6,269 MW.

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Q. Do the reduced forecasted load levels in 2015 in PJM's 2013, 2014, and 2015 Load Forecast Reports indicate the Project is no longer necessary?

A. No. Even though the PJM load forecast has been reduced from the level used in
the 2012 assessment, the violations identified in the 2012 assessment will still
arise. JCP&L has performed an independent analysis that it modeled with a 6,272
MW load level based on PJM's January 2014 load forecast for 2014 summer peak
and found that the NERC C contingencies will cause a violation at this load level,
also. The PJM 2015 Load Forecast Report indicates the JCP&L 50/50 summer
peak load level in 2017 will be 6,435 MW.

10Q.Did JCP&L consider alternatives to the Project? If so, can you describe the11electrical alternatives?

A. Yes, although let me clarify that I will only address the electrical alternatives
JCP&L considered. JCP&L witness Peter Sparhawk of Louis Berger addresses
the alternative routes JCP&L considered from a siting perspective in his
testimony and exhibits.

16 The Company considered one other electrical alternative. The Company 17 considered resolving the potential local voltage collapse resulting from the loss of 18 the Montville-Roseland (E2205) 230 kV line followed by the loss of either the 19 Kittatinny-Newton (T2298) 230 kV line including the 230-34.5 kV transformer 20 and the 34.5 kV capacitor at Newton or the Newton-Montville (N2214) 230 kV 21 line by constructing a Montville-Whippany 115 kV line. The two alternatives 22 were evaluated on their ability to address immediate and future needs in the 23 Montville area.

1	Q.	Why was the other alternative not selected?
2	A.	The other alternative was not selected because:
3		1. The Montville substation presently does not have any 115 kV
4		facilities, and therefore;
5		a. A new 115 kV yard would need to be developed, and
6		b. A 230/115 kV transformer would need to be installed at
7		Montville substation.
8		2. The 115 kV facilities at Whippany substation are not presently
9		designed for an additional 115 kV circuit so the 115 kV yard would
10		need to be expanded.
11		These two items make the 115 kV alternative slightly more complicated and costly
12		to construct and this alternative does not provide the same level of network
13		support as the 230 kV alternative.
14	Q.	Were any non-transmission alternatives considered?
15	A.	No. Based on the contingencies causing the violation, i.e. loss of two 230 kV
16		transmission lines, and the magnitude of the potential voltage collapse identified in
17		the analysis it was apparent that a third transmission line into the Montville area
18		would be required to affectively address the violation. It would take a significant
19		amount of reinforcement of the 34.5 kV system to provide the same level of
20		mitigation the Project will provide.
21	Q.	Based on the foregoing discussion, can you summarize the electrical need for
22		the Project?

1 A. Yes. The Project is a PJM baseline RTEP project. The Project is needed to 2 resolve planning criteria violations for electrical reliability purposes. Specifically, these facilities are needed to address identified criteria violations that can occur for 3 4 the loss of the Montville-Roseland (E2205) 230 kV line followed by the loss of 5 either the Kittatinny-Newton (T2298) 230 kV line with the 230-34.5 kV 6 transformer and the 34.5 kV capacitor at Newton or the Newton-Montville 7 (N2214) 230 kV line resulting in the loss of the 230 kV sources to the Lake Iliff, 8 Newton and Montville substations resulting in significant customer load loss.

Based on your reviews and assessments, have you formed an opinion

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Q.

10 regarding the need for the Project?

A. Yes. The Project is needed to avoid the identified potential voltage collapse in the
Montville area for the identified NERC Category C (N-1-1) contingencies.
Failure to construct the line by the June 1, 2017 in-service date could result in
extended interruption of electric service to a large block of customers due to the
loss of the Montville-Roseland (E2205) 230 kV line followed by the loss of either
the Kittatinny-Newton (T2298) 230 kV line with the 230-34.5 kV transformer and
the 34.5 kV capacitor at Newton or the Newton-Montville (N2214) 230 kV line.

18 Q. Have there been previous events involving the loss of 230 kV supply to the 19 Montville substation?

A. Yes. On July 21, 2004 at about 4:30 PM, JCP&L experienced the loss of both 23034.5 kV transformers at Montville substation. The Montville-Roseland (E2205)
230 kV line was opened for emergency tree trimming by PSE&G, and Bank 1 at
Montville had to be taken out of service to allow the line disconnect switch to be

1		opened. After Bank 1 was opened for clearance, Bank 2 tripped out and the G, K,
2		O, and D 34.5 kV lines all tripped at the remote ends. All of the load at Montville
3		and north in addition to all the load on the G, K, O, and D 34.5 kV lines was lost
4		as a result. This event is the equivalent of the loss of the Montville-Roseland
5		(E2205) 230 kV line followed by the loss of the Newton-Montville (N2214) 230
6		kV line.
7	Q.	Would the construction of other PJM RTEP or generation projects proposed
8		to be constructed either before or after the completion of the Project impact
9		the need for the Project?
10	A.	There are no proposed RTEP or generation projects that would eliminate the need
11		for the Project.
12	Q.	Can Demand Response ("DR") or Energy Efficiency ("EE") programs be
13		considered to defer or eliminate the need for the Project?
14	A.	No, DR and EE are used in the planning process and do not mitigate these
15		concerns. PJM already incorporates EE and DR into its forecast and
16		analysis. PJM offers three types of Load Response:
17		• Emergency Capacity (DR)
18 19		Emergency Energy OnlyEconomic
20		Only the Emergency Capacity (DR) product is modeled in PJM planning
21		studies. Emergency Capacity (DR) is an emergency procedure initiated by PJM
22		and compliance is mandatory.
		DIM anticipates that only DD and EE recourses that along through the
23		PJM anticipates that only DR and EE resources that clear through the

1		planning year(s). Beyond the commitment period (3 years), DR and EE amounts
2		are held constant. Forecasted DR and EE are summarized in the tables in the PJM
3		Load Forecast Report.
4	Q.	How will the electric service reliability to customers within JCP&L's retail
5		service territory be affected if the Montville-Whippany 230 kV Transmission
6		Project is not constructed?
7	A.	Based on findings in the PJM 2012 RTEP analysis and the JCP&L analysis, the
8		loss of the Montville-Roseland (E2205) 230 kV line followed by the loss of either
9		the Kittatinny-Newton (T2298) 230 kV line with the 230-34.5 kV transformer and
10		the 34.5 kV capacitor at Newton or the Newton-Montville (N2214) 230 kV line
11		results in a potential local voltage collapse in the Montville area. This could result
12		in a service outage for approximately 86,719 JCP&L customers. The planning
13		studies have indicated a potential local loss of load that would exceed the planning
14		criteria limit under modeled case conditions. The Project resolves the criteria
15		concerns within the area and is necessary to provide safe and reliable service to
16		customers.
17	Q.	Does this conclude your direct testimony?

18 A. Yes, it does.

Lawrence A. Hozempa

Education

1986	The Pennsylvania State University, Bachelor of Science in Electrical
	Engineering

Experience

1987-1996	West Penn Power Company – Engineer, Division Planning
1996-2000	Allegheny Power Service Corp. – Engineer, Distribution Planning
2000-2004	Allegheny Power Service Corp. – Engineer, Transmission Planning
2004-2005	Allegheny Power Service Corp. – Service & Design Manager
2005-2008	Allegheny Power Service Corp. – Senior Engineer, Transmission Planning
2008-2011	Allegheny Power Service Corp. – Consulting Engineer, Transmission
Planning	
U	FirstEnergy Service Corp. – Supervisor, Transmission Planning

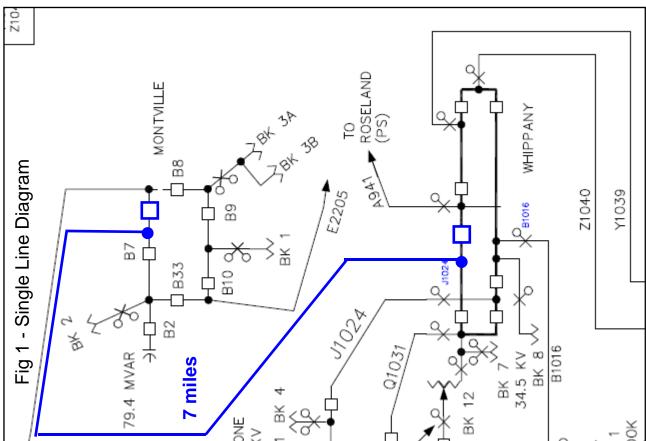
PE Licenses

1999-Present	Commonwealth of Pennsylvania – License Number PE055087E
2007-Present	The State of West Virginia – License Number 17150
2007-Present	Commonwealth of Virginia – License Number 0402043567
2008-Present	State of Maryland – License Number 35630

Previously Filed Testimony

Date	Matter	Subject
2002	ER02-136 before the Federal	Direct assignment charges for use of
	Energy Regulatory Commission	non-transmission facilities for
		wholesale customers
2007	Case No. 07-0508-E-CN before	Need for constructing the Trans-
	the Public Service Commission of	Allegheny Interstate Line
	West Virginia	
2007	Case No. PUE-2007-00033 before	Need for constructing the Trans-
	the State Corporation	Allegheny Interstate Line
	Commission of Virginia	
2007	Docket Nos. A-110172, A-	Need for constructing the Trans-
	110172F0002, A-110172F0003, A-	Allegheny Interstate Line and the
	110172F0004, and G-00071229	Prexy facilities
	before the Pennsylvania Public	
	Utility Commission	
2009	Case No. PUE-2009-00043 before	Need for constructing the Potomac
	the State Corporation	Appalachian Transmission Highline
	Commission of Virginia	
2009	Case No. 09-0770-E-CN before	Need for constructing the Potomac
	the Public Service Commission of	Appalachian Transmission Highline
	West Virginia	

2009	Case No. 9223 before the	Need for constructing the Potomac
	Maryland Public Service	Appalachian Transmission Highline
	Commission	
2010	Case No. PUE-2010-00115 before	Need for constructing the Potomac
	the State Corporation	Appalachian Transmission Highline
	Commission of Virginia	
2012	Case No. 9239 before the	Support the modified scope of the
	Maryland Public Service	Monocacy-Ringgold-Carroll
	Commission	Transmission line project.
2012	Case No. 9309 before the	Need to rebuild the Maryland
	Maryland Public Service	segments of the Doubs-Mt. Storm 500
	Commission	kV transmission line
2014	Case No. PUE-2014-00070 before	Need for reconductoring/rebuilding
	the State Corporation	the Millville-Old Chapel 138 kV
	Commission of Virginia	transmission line
2014	Docket No. EO14030281 before	Need for constructing the Oceanview
	the State of New Jersey Board of	230 kV transmission project
	Public Utilities	



Montville-Whippany 230 kV Line Project

Install 230 kV breaker position at Montville and Whippany Build a 7 mile Montville-Whippany 230 kV Line with 1590 ACSR

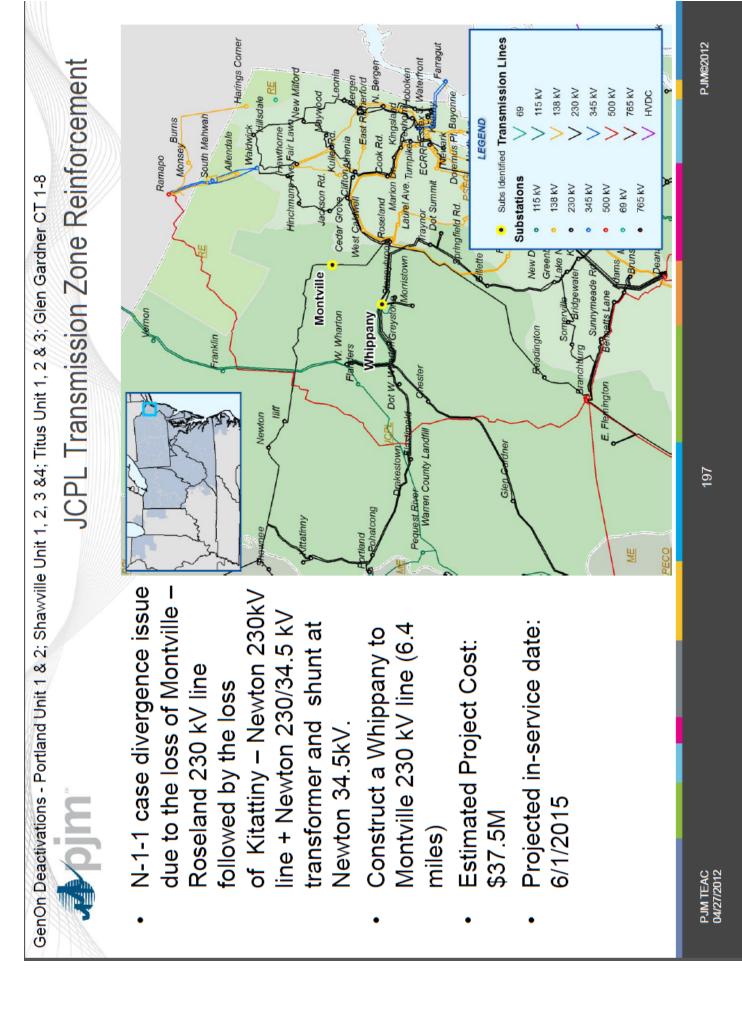


Exhibit LAH-2

Exhibit LAH-3



Jamos R. Haney Vice President 76 South Main Street Akron, Ohio 44309

330-3**1**4-2454 Fax: 330-384-5909

February 22, 2013

Paul McGlynn Director, System Planning PJM Interconnection 955 Jefferson Drive Norristown, Pa 19403-2497

Re: November 26, 2012 PJM Notification of Designation of Construction Responsibility for RTEP Projects Approved

Dcar Mr. McGlynn:

In accordance with Section 4.2 of the Consolidated Transmission Owners Agreement, FirstEnergy and its transmission-owning affiliates operating in the APS, ATSI, JCP&L, Met-Ed, and Penelec transmission zones acknowledge receipt of the above-referenced notification and accept designation of construction responsibility for the Baseline Upgrade projects identified in the notification subject to the modifications noted in the attached schedule. These projects will be constructed by the designated FirstEnergy transmission owner and/or an affiliate.

Please note proposed modifications to several in-service dates, construction costs and FirstEnergy transmission zone are specified in the attached scheduled. Should you have any questions or need additional information, please contact Jeff Mackauer directly at 330.761.4316.

Sincerely,

temer

Jim Haney Vice President Compliance & Regulated Services

Enc.

cc: Carl Bridenbaugh Rick O'Callaghan Jeff Mackauer John Syner Michelle Henry

PJM Construction Responsibility Designation - FE Zone November 26, 2012 Letters

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Letter Page	Zone	Upgrade 1D	Description	PJM Projected In-service date	Cost Estimate	Planning Comments on Information containe in pdf โร้ล
1	ATSI	NA	Cover Letter			
2	ATSI	b1814	Replace Pleasant Valloy 138 kV breaker 194-8-3	6/1/2015	0.18	ok
3	ATSI	b1815	Replace West Ravena 138 kV breaker 59-8-15	6/1/2015	0.18	Comp'eted 12/28/2012
4	ATSI	b1820	Replace the Ironvilo 138 kV breaker '33-B-13208'	6/1/2016	0.18	ok
5	ATSI	b2042	Add (6) 138 kV-breakers + relaying at Leroy Genter	6/1/2015	3.0	Duplicate to b1938
6	ATSI	b1926	Build-a.new-Harmon- Brookside + Harmon-Longview-13B-kV-4ine	641/2015	8-2	PJM Informed via e-mait on January 22, 201 that this project is no longer required and will be cance!!ed and presented at a future TEAC meeting This project is no longer needed because the AEP Ghost Town Project alleviated the need.
7	ATSI	b1938	Place Add (6) 138 kV breakers + relaying on a portion of the the 138 kV at Leroy Center 345/138 kV project into service by summer 2045	6/1/2015	83 3.3	Updated Description. This project is also a duplicate of b2042. b2042 to be cance.ed. Cost estimate updeted by design group; original estimate was high level budgetary estimate.
8	ATSI	b1937	Build a new Leroy Center 345/138 kV substation by looping in the Perry - Harding 345 kV line	6/1/2016	35 0 46:0	Cost estimate updated by design group; original estimate was high level budgetary estimate.
9	ATSI	b1936	Build new Alten Jct - Midway - Lemonye 345 kV line (48 miles of open lower position)	6/1/2015	33 0 86 3	Cost estimate updated by design group; original estimate was high fevel budgetary estimate.
10	ATSI	61935	ATSI-AEP-138-KV Substalion on near-territery-border-+-138-kV from new substation to Longview approx-8-miles	6/1/2015	47-7	PJM informed FE via e-mail on January 22, 2013 that this project is being deferred and a rescoped solution including b1958 and a smeller reconductor project resolvea the criteria issues and enables deferral until driven by future generation Interconnection projects: PJM will cancel as a baseline project.
11	ATSI	b1934.2	New 345/138 kV transformer al Niles	6/1/2015	14 6	Spread costs between parts
12	ATSI	b1934.1	Loop 10.2 miles of 345 kV into Niles substation of the Highland - Shenango 345 kV line	6/1/2015	0.3	Updated Description and spread costs between parts.
13	ATSI	b1934	Build a new 345/138 kV Substation at Niles	8/1/2015	14 9 32	Cost estimate updated by design group; original estimate was high level budgetary estimate also spread costs between parts
14	ATSI	b 1933	Replace 336.4 ACSR SCCIR at Richland to upgrade the Richland - Naomi 138 kV line	6/1/2015	0.04	ok
15	ATSI	b1932	Chenge the transformer tap settings on the Maclean 138/69 kV	6/1/2015	0.05	ok
16	ATSI	b1931	Itansformers Reconductor Cloverdale - Harmon #2 and #3 138 kV knew with 795 ACSS or greater conductor 6 miles total + Terminal upgrades	6/1/2015	5.6 J-0	Cost estimate updated by design group; original estimate was high level budgetary estimate
17	ATSI	b1930	Increase design temperature limitation on tha Avery - Hayes 136 kV line by raising the existing structures	6/1/2015	0.13	ok
18	ATSI	b1929	Install a 138/69 kV transformer at the Avery station	6/1/2015	3.2	ok
19	ATSI	b1913	Convert Eastlake units 1, 2, 3, 4 and 5 to synchronous condensers	6/1/2015	100	ok
20	ATSI	b1927	Create a new Five Points Area 345/136 kV substation by looping in the Lemoyna - Midway 345 kV lina	6/1/2015	30	ok
21	ATSI	b 1976	Reconducto: ATSI portion of South Centon Harmon 745 kV-line	6/1/2015	6	PJM informed via e-mail on January 22, 2013 that this project is no longer required and vall be cancelled and presented at a future TEAC meeting. This project is no longer needed because tha AEP Ghost Town Project alleviated the need.
22	ATSI	b1925	Create a new Harmon 345/138/89 kV substation by looping in the Star - South Canton 345 kV line	6/1/2015	39.G 46	Cosl estimate updated by design group; origingt estimate was high level budgetary estimate
23	ATSI	b1924	Build a new Mansfield - NorthGold Glanwillow Area 345 kV line	6/1/2015	137.3 484.6	Updaled Description to Glenwillow. Cost estimate updated by design group, original estimate was high level budgetary estimate.
24	ATSI		Create e new Northfield Glenwillow Area 345 kV switching station by looping in the Eastlake - Juniper 345 kV line and the Periy - Inland 345 kV line	6/1/2015	15 0 37.6	Updated Description to Glernwitovy Cost estimate updated by design group; originet estimate was high level budgetary estimate.

Exhibit LAH-3

PJM Construction Responsibility Designation - FE Zone November 26, 2012 Letters

Leller Page	Zone	Upgrade ID	Description	PJM Projected In-service date	Cosl Estimate	Planning Comments on information containe in pdf fite
25	ATSI	b1922	Install a 2nd 345/138 kV transformer at the Bayshore station	6/1/2014	9.9 7-2	Cost estimate updated by design group, original estimate was high level budgetary estimate.
26	ATSI	b1921	Install a 2nd 345/138 kV transformer at the Allen Junction station	6/1/2014	11 1 7-2	Cost estimate updated by design group; original estimate was high level budgetary estimate.
27	ATSI	b1020	Re-conductor the Galion - GM Mansfield - Ontario - Cairns 138 kV line with 477 ACSS	6/1/2014	114 9-6	Cost ostimate updated by design group; original estimato was high lovel budgetary estimate.
28	ATSI	61919	Re-conductor the Galion - Leaside 138 kV line with 336 ACSS	6/1/2014	4.9	ok
29	ATSI	61918	Upgrade terminat equipment on the Avon - Crestwood 138 kV ime	6/1/2013	03	ok
30	ATSI	b1917	Install a 138 kV circuil breaker at the Inland Q-11 station	6/1/2013	0.9	ok
31	ATSI	b1916	Install a 315/136 kV transformer at the Inland Q-11 station	6/1/2013	5.2 7-2	Cost estimate updated by design group; original estimato was high tovel budgelary estimate.
32	ATSI	b1915	Install a 50 MVAR capacitor bank at the Maclean 138 kV station	6/ 1/2013	1.0 3-0	Cost estimate updated by design group; original estimate was high level budgetary estimate.
33	ATSI	b1914	Conveil Lakeshore 18 to a synchronous condenser	6/1/2015	20	ok
34	ATSI	b1928	Install a 50 MVAR capacilor at Hayes 136 kV	6/1/2015	1.5	ok
35	ATSI	b1939	Reconductor the Barberton - West Akron 138 kV line with 477 ACSS or greater (7.3 miles) + Termina) upgrades at Barberton	6/1/2016	2 9 4.23	Cosl estimate updated by design group; original estimate was high level budgetary estimate.
36	ATSI	b1977	Build new Toronto 345/136 kV substation by tooping in the Sammis - Wytie Ridge 345 kV line and tie in four 138 kV lines	6/1/2017	51.2 44.8	Cost estimate updated by design group; originat estimate was high level budgetary estimate,
37	ATSI	b1977.1	Build a new Toronio-Harmon 345kV line	6/1/2017	225 2 ₹18 .3	PJM has informed FE via IIte December TEAC and an e-meil on December 18th to suspend development activities on thus project until PJM can finalize its analysis as part of the 2013 RTEP Cost estimate updated by design group; original estimated was high level budgetary estimate.
38	ATSI	b1970	Reconductor Inland - Clin⊧c Health Q-11 138 kV ine	6/1/2015	1.1	ok
39	ATSI	b1981	Replace relay on the Highland - G689 138 kV line	12/31/2012 6/1/2013	0.05	FE adjusled ISD due to Workload and prioritization.
40	ATSI	b1962	Reconductor line Hoyidale - Newcastle 138 kV lines #1 and #2 with 795 ACSS	6/1/2015	7.5 4-8	Cost estimate updated by design group; onginet estimate was high level budgetary estimate.
41	ATSI	b1983	Add 150 MVAR SVC and a 100 MVAR capacitor at New Castle	6/1/2015	317	ok
42	ATSI	b1964	Install a 50 MVAR capacitor at the Boardman 136 kV bus	6/1/2015	1.7	ok
43	ATSI	b19 5 9	Build a new West Fremont-Groton-Hayes 138kV line	6/1/2018	45	ok

PJM Construction Responsibility Designation - FE Zono November 26, 2012 Letters

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1 2	APS	1		In-scrvice date	Eslimale	in pdf fde
		NA	Cover Leller	-	-	
3	APS	b1616.2	Adjust the control settings of all existing capacitors at ML Airy 34.5kV, Monocacy 138kV, Ringgo'd 138kV served by Potomac Edison's Eastern 230 kV network to ensure that all units will be on during the identified N-1-1 contingencies	6/1/2013	0.05	ok
	APS	618161	Replace 50FD Fault Detector relay at Cerrol's substation relaying-at- the ML-Any substation on the Carrol's - ML Any 230 kV (me and change the CT ratio at ML Any	6/1/2013	0.1	The TEAC dated January 10, 2013 rescoped this project description to be more specific
4	APS	b1816,3	Replace existing unIdirectional LTC controller on the No 4, 230/136 kV transformer at Carroll substation with a bidirectional unit	6/1/2013	0.05	ok
5	APS- ME	b181G.4	Isolate and bypass the 138 kV reactor at Germantown Substation	6/1/2013	0.05	Corrected PJM Zone assignment
6	APS	b1816.6	Replace 336.4 ACSR conductor on the Catoctin - Carroll 138 kV line using 556 5 ACSR (26/7) or equivalent on existing structures (12.7 miles), 800 A wave traps at Carroll and Catoctin with 1200 A units, and 556 5 ACSR SCCIR (Sub-conductor) line risers and bus traps with 795 ACSR or equivalent	6/1/2013	74 43	Cost estimate updated by design group; original estimate was high level budgetary estimate
7	APS	b0347 33	Replace Meadow Brook 138kV breaker 'MD-1'	6/1/2011 12/1/2013	Q. 19	June 1, 2011 is in the past FirstEnergy is currently budgeting/project scheduling for year 2013 and beyond and v.ould propose a date of December 1, 2013
6	APS	b0347.34	Replace Meadow Brook 138kV breaker 'MD-2'	6/ 1/201 4 12/1/2013	0.19	June 1, 2011 Is In the past. FirstEnergy is currently budgeting/project scheduling for year 2013 and beyond and would propose a date of December 1, 2013
8	APS	b1822	Replace the 1200 A wave trap, line risers, breaker risers with 4600- 2000 A capacity terminal equipment at Reid 138 kV SS	6/1/2015	0,1	Updated Description to clarify 2000A capacity
10	APS	b1823	Replace the 800 A wave trap with a 1200 A wave trap at Millville 138 kV substation	6/1/2015	0.05	ak
11	APS	b1833	Replace the 1200 A line side and bus side disconnect switches with 1600 A switches, replace bus side, line side, and disconnect leads at Lime Kiln SS on the Doubs - Lime Kiln 2 (231) 230 kV line terminal	6/1/2016	0.15	ok
12	APS	61832	Replace the 1200 A line side and bus slde disconnect switches with 1600 A switches, replace bus side, line side, and disconnect leads at Lime Kiln SS on the Doubs - Lime Kiln 1 (207) 230 kV line terminal	6/1/2016	D. 15	ok
13	APS	b1826	Change the CT ratio at Double Toll Gate 138 kV SS on MDT line	6/1/2013	0.05	ok
14	APS	b 1824	Reconductor Grantd Point - Guillord 138kV line approximately-7 2 & miles of 556 ACSR with 795 ACSR	6/1/2016	3.75	Updaled Description.
15	APS	b 1825	Replace the 800 Amp line trap with 1200 Amp line trap at Butler 138 kV Sub on the Cabot East 138 kV line	8/1/2012	0.05	Comp!eled 6/8/2012
16	APS	b1927	Change the CT ratio at Double Toll Gate 138 kV SS on MBG line	6/1/2013	0 05	ok
17	APS	b 1820.1	Reconductor the Bartonville - Stephenson 3.03 mile 138 kV line of 556 ACSR with 795 ACSR	6/1/2016	1.85	ok
18	APS		Reconductor the Stonewall - Stephenson 2.08 mile 138 kV line of 556 ACSR with 795 ACSR	6/1/2016	1.25	ok
19	APS	b1829	Replace the existing 138 kV 556.5 ACSR substation conductor risers with 954 ACSR at the Redbud 138 kV substation, including but not timited to the time side disconnect leads	6/1/2016	0.05	ok
20	APS	b1830	Replace 1200 A wave trap and 1024 ACAR breaker risers at Hatiway 138 kV substation, and replace 1024 ACAR breaker risers al Paramount 138 kV substation	6/1/2018	0.1	ok
21	APS	b1835	Reconductor 14.3 miles of 556 ACSR with 795 ACSR from Old Chapel to Miữvi‼e 138 kV and upgrade line nsers at Old Chapel 138 kV and Miűvi‼e 138 kV end replace 1200 A weve trap at Miűvi‼e 138 kV	6/1/2016 6/1/2015	93 7.8	PJM advanced ISD to 6/1/2015 at the TEAC held on November 5, 2012. FE concurred with this advancement. Cost estimate updated by design group; original estimate was high level budgetary estimate
22	APS		Replace 1200 A wave trap ville 4600 2000A wave trap at Reid 138 kV SS	6/1/2016	0.1	Updated Description to clarity 2000A capacity
23	APS	b1838	Replace the 1200 A Bedington 138 kV line air switch and the 1200 A 138 kV bus tie alr switch at Nipetown 138 kV with 1600 2000A switches	6/1/2016	0.1	Updated Description to clarify 2000A capacity
24	APS		Install addilional 33 MVAR capacitors at Grand Point 138 kV SS and Guildford 138 kV SS	6/1/2016	2	ok

PJM Construction Responsibility Designation - FE Zone November 26, 2012 Letters

Letter Page	Zone	Upgrade (D	Description	PJM Projected In-service date	Cost Estimate	Planning Commonts on information containe in pdf ใช่อ
25	APS	b1840	Extend Inst an a n aw Buckhannon - Gten Falls Weston 138 kV tine to West Milford Substation and construct ring bus at West Milford	6/1/2016	13.5 17-5	ok
26	APS	b1941	Loop Itic Homer City-Handsomo Lake 345 kV line into the Armstrong substation and install a 345/138 kV transformer at Armstrong	6/1/2014	20.8 27.8	Cost estimate updated by design group; original estimate was high level budgetary estimate.
27	APS	b1942	Change the CT rate of Advise to improve the Advise - Old Chapel 138 kV line ratings	6/1/2015	0.05	ok
28	APS	b1964	Convert Moshannon substation to a 4 breaker 230 kV ring bus	6/1/2014	6.5	ok
29	APS	b1965	Inslall a 44 MVAR 138 kV capacilor at Luxor substalion	6/1/2014	1.5	ok
30	APS	b1986	Upgrado the AP portion of the Elrama - Mitchell 138 kV line by replace breaker risers on the Mitchell 138 kV birs on the Elrama terminal	6/1/2015	0.05	ok
31	APS	b1987	Reconductor the Osage-Cotins Ferry 138 kV line with 795 ACSS. Upgrade terminal equipment et Osage and Collins Ferry	6/1/2015	1.8	ok
32	APS	b1988	Raise structures between Lake Lynn and West Run to eliminate the clearance de-rates on the West Run - Lake Lynn 138 kV line	6/1/2015	0.32	ok
30	APS	b1989	Raise structures between Collins Ferry and West Run to eliminate the clearance de-rales on the Collins Ferry - West Run 138 kV line	6/1/2015	0.32	ok
34	APS	b1837	Replace 750 CU breaker risers with 795 1024 ACSR al Marlowe 138 kV and replace 1200 A wave traps with 1600 A wave traps at Marlowe 138 kV and Badington 138 kV	6/1/2013	0.6	Updated Description.
35	APS	b1902	Replace line Irap al Stonewall on the Stephenson 138 kV line terminal	6/1/2014	0.08	ok
1	PENELEC	NA	Cover Leller		-	
2	PENELEC	b1821	Replace the Erie South 115 kV breaker 'Union City'	6/1/2016	0.15	ok
3	PENELEC	b1994	Convert Lewis Run-Farmers Valley to 230 kV using 1033 5 ACSR conductor. Project to be completed in conjunction with new Farmers Valley 345/230 kV transformation	6/1/2015 12/31/2015	18.3 4 6. 0	Cost estimate updated by design group; original estimate was high tevel budgetary estimate. FE current construction schedule targeting a 12/31/2015 ISD due to delays in roubing, siting, and permitting.
4	PENELEC	b1943	Construct a 115 kV ring bus at Claysburg Substation Bedford North and Saxton lines wil no longer share a common breaker	6/1/2015	5.25	ok
5	PENELEC	b1996.4	Change CT Ralio al Ridgway	6/1/2015	0.3 0-0	Cost estimate provided by design group
6	PENELEC	b1997	Replace 600 Amp Disconnect Switches on Dubols-Harvoy Run- Whetstone 1 i 5 kV line with 1200 Amp Disconnects	6/1/2015	0 2	ok
7	PENELEC	b1996 3	Replace Wave Trap et Ridgway.	6/1/2015	0.3	Cost estimate provided by design group
8	PENELEC	b1996.2	Reconductor Ridgway and Whetstone 115 kV Qus.	6/1/2015	0.2	ok
9	PENELEC	b1996.1	Replace 600 Amp Disconnect Switches on Ridgeway-Whetstone 115 kV tine with 1200 Amp Disconnects	6/1/2015	0.5	ok
10	PENELEC	b1995	Change CT Ratio al Claysburg	8/1/2015	0.002	ok
ĺ	PENELEC	b 1993	Rearrange Relocale the Ene South and Wayne 345 kV line terminals at Erie West Substation	6/1/2015	1 9 4 3	Updaled description to better describe proje scope. Cost astimate updated by design group; originat estimate was high level budgetary estimate.
12	PENELEC	b1992	Reconductor Cambria Slope-Summit 115kV with 795 ACSS Conductor	6/1/2015	4.8	ok
13	PENELEC		Construct Farmers Valley 345/230 kV and 230/115 kV substation. Loop the Homer City-Stolle Road 345 kV line into Farmers Valley	6/1/2015	41.2 20. 6	Cost estimate updeted by design group, original estimate was high level budgetary estimate
14	PENELEC	b1990	Install a 25 28 9 MVAR 115 kV Capacitor at Grandview	6/1/2015	09	Updated Capacitor size
15	PENELEC	b1967	Replace the Blairsville 138/115 kV transformer	6/1/2014	4.2	ok
16	PENELEC	b1966	Replace the 1200 Amp Line Irap at Lewislown on the Raystown- Lewistown 230 kV line and replace substation conductor at Lewistown	12/1/2013	0.15	ok
17 1	PENELEC		Reconductor Eclipse substation 115 kV bus with 1033 kcmil conductor	6/1/2013	0.15	0k
18	PENELEC	b1998	Install a 75 MVAR 115 kV Capacitor at Shawville	6/1/2015	1.5	ok
19 1	PENELEC	b1945	Install second 230/115 kV autotransformer at Johnstown	6/1/2015	4 5	ok

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Exhibit LAH-3

PJM Construction Responsibility Designation - FE Zone November 26, 2012 Letters

Laller Page	Zane	Upgrado ID		PJM Projected In-service date	Cost Estimate	Planning Comments on information containe In pdf file
I	ME	NA	Cover Letter		-	-
2	ME	b1846-5	Replace SCGIR-(Sub-conduclor)-at Hunterstown-Substation on the No . 1, 2 30/415 XV t ransformer	641/2013	0,1	PJM informed via e-mail on January 11, 2013 that this project is no longer required and has been cancelled due to revised rating.
3	ME	ს2023	Construct a new North Temple - Rrverview - Cartech 69 kV Ime (4.7 miles) with 795 ACSR	6/1/2015	6.9 4.82	Cost estimate updated by design group. originat estimate was high level budgetary estimate
4	ME	b2024	Upgrade 4/0 substation conductors at Middletown 69 kV	6/1/2014	0 03	ok
5	ME	b2025	Upgrade 4/0 and 350 Cu substation conductors at the Middletown Junction terminal of the Middletown Junction - Wood-Street-Tap- Swatara 69 kV line	6/1/2014	0.02	Updated rovised location name .
6	ME	b2026	Upgrade an OC protection relay at the Baldy 69 kV substation	6/1/2014	0.05	ok
7	ле	b 1999	Replace limiting wave Irap, circuit breaker, substation conductor, relay end current transformer components at Northwood	6/1/2015	0.9	ok
8	ME	b2000	Replace limiting wave trep on the Glendon - Hosensack Ime	6/1/2015	0.05	ok
9	МЕ	b2001	Replace limiting circuit breaker and substation conductor transformer components at Portland 230kV	6/1/2015	04	ok
10	ME	b2002	Northwood 230/115 kV Trensformer upgrade	6/1/2015	4	ok
1	JCPL	NA	Cover Letter	-		*
2	JCPL		Install new 135 MVA 230/34.5 kV transformer with one 230 kV CB at Eaton Crest and create a new 34.5 kV CB straight bus to feed new radiat lines to Locust Groove and Interdate/Woodbine	6/1/2014	19.4 17:9	Cost astimate updated by design group; original estimate was high fevel budgetary estimate.
3	JCPL	b1854	Readington 1737 34.5 kV Line - Parallel existing 1250 CU UG cable (440 feet)	6/1/2012	0.35	Completed 5/25/12
4	JCPL	b1855	Oceanvlew Substation - Relocate the H216 breaker from the A bus to the B bus	6/1/2012 6/1/2013	0.09	FE adjusted ISD due to workload and prioritization.
5	JCPL	b1856	Madison Tp. (o: Madison (N14) line - Upgrade limiting 250 Cu substation conductor with 795 ACSR at Madison sub	6/1/2012	0.06	Completed 5/22/12
6	JCPL	b1857	Montville substation - Replace both the 397 ACSR and the 500 Cu substation conductor with 795 ACSR on the 34.5 kV (H117) line	6/1/2012	0.01	Comp!eted 5/09/12
7	JCPL	b1858	Reconductor the Newton - Mohawk (Z702) 34.5 kV tine with 1.9 miles of 397 ACSR	6/1/2013	1.2 0.74	Cost estimate updated by design group; original estimate was high level budgetary estimete
8	JCPL	b2003	Construct a Whippany to Montville 230 kV line (6.4 miles)	6/1/2016 6/1/2017	28.8 37.5	Cost estimate updated by design group; originat estimate was high level budgetary estimate. FE current construction schedule is largeting a 6/1/2017 ISD. Currently developing route. Siting/permiting/ROW planned for 2013-2015, Construction planned for fall 2016 Ibru March 2017
9	JCħſ	b2015	Duild a new 230 kV circuit from Larrabee to Oceanview	6/1/2016 6/1/2017	66.8 78-33	Cost estimate updated by design group; original estimate was high level budgetery estimate. FE current construction schedule is largeting a 6/1/2017 ISD. Currently developing route. ISD assumes ROW is able to be acquired in a timety manner.

