

Grid Ops Committee

SDG&E Valley-Rainbow 500 KV Project

Move that the Board of Governors approve:

- the Valley-Rainbow 500 kV Project (without regard to routing) as the preferred near-term transmission alternative to address the identified reliability concerns on the San Diego & southern Orange County portion of the ISO grid beginning in 2004 and direct SDG&E to proceed with design and licensing activities for the project.
- the application of a competitive solicitation process to allow non-wires alternatives to compete with the Valley-Rainbow 500 kV Project to mitigate the identified reliability problems. The parameters and the process of the solicitation will be defined and brought back to the Board next month. ~~Because of the transitional nature for the Project, the ISO will support FERC moving away from recovery of 50% towards 100% of abandoned project costs, and specifically will support SDG&E in its case to recover reasonably incurred costs prior to and during the solicitation process if the Valley-Rainbow 500 kV Project is not chosen as the preferred alternative. ISO would support SDG&E's recovery of all prudently incurred project development costs.~~
- the commencement of a "stage 2" 500 kV Study by SDG&E to identify the preferred long-term transmission alternative for the next stage of expansion after Valley-Rainbow to address the reliability concerns on the San Diego & southern Orange County ISO grid.

Committee Action: Failed Vote Count: 5-3-1									Board Action: Passed Vote Count: 20-0-1								
Moved: Woychik Second: Parquet									Moved: Woychik Second: Parquet								
	C	B		C	B		C	B		C	B		C	B		C	B
Barkovich	N	Y	Edwards	X	Y	Johanson	Y	Y	McNally	A	Y	Toenyas	X	X			
Blue		Y	Ferreira		Y	Kashiwada		X	Parquet	Y	Y	White		X			
Carnahan		Y	Fielder	N	Y	Kehrein		Y	Roscoe		Y	Winter		X			
Collins		Y	Florio		Y	Kirshner	Y	Y	Smutny-Jones		Y	Wiseman	N	Y			
Cotton		A	Hapner	X	Y	McGuire		Y	Swanson	Y	Y	Woychik	Y	Y			