



**CALIFORNIA ISO**

California Independent  
System Operator

**GMC Tariff**

**August 9, 2000**

**Market Issues Forum**



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## Overview

- Tariff describes how the cost categories are billed (Part A and Section 8.3)
- Tariff describes the budget process (Part D)
- Tariff describes the cost and debt components that make up the revenue requirement (Part C)
- Tariff does not describe the allocation process
- Tariff describes some of the activities of each cost category (Pages 7 & 8)
- Budget process determines the revenue requirement of each cost category and allocation to the categories



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## Budget Process

- Prepare budget and revenue requirement
- Allocates O&M and Capital budget into the revenue requirement for the three unbundled Cost Categories
- Develop volume estimates for billing determinants
- Preliminary Budget presented to Board
- Information posted on website
- Conduct Stakeholder Budget workshop
- Present final budget to Board for approval
- Board approves three Unbundled rates
- Rates filed with FERC



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## Cost Categories and Billing Determinants

- **Gross Load** - Control Area metered load and exports in MWh including all QF loads "behind the meter" and on-site generation.
- **Inter-Zonal Schedules** - The net MWh flow by SC on each inter-zonal interface based on each SC's Final Scheduled Load and Generation, Transfers and Inter-SC Trades by zone.
- **Purchases and Sales** - Purchases and Sales in MWh of A/S and Real-Time Energy including Supplemental and Imbalance Energy whether instructed or uninstructed.



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## Next Steps

- Aug 11 Unbundling Committee - comments on Tariff due
- Aug 14 MIF - comments on Tariff due
- Aug 19\* Revised tariff re-circulated
- Sep 6 Board - GMC Tariff Approved
- Sep 11\* Budget and Unbundling data posted on web
- Sept 30 FERC unbundled Tariff filing
- Oct 10 Stakeholder budget workshop
- Nov 30 Board approval of Budget
- Dec 15 FERC GMC rate information filing

\* week of or to be determined