UNITED STATES OF AMERICA BEFORE THE FEDERAL ENERGY REGULATORY COMMISSION

Dynegy Oakland, LLC) Docket No. ER19-231-000

JOINT PROTEST OF THE CALIFORNIA INDEPENDENT SYSTEM OPERATOR CORPORATION AND PACIFIC GAS AND ELECTRIC COMPANY

Pursuant to Rule 211 of the Rules of Practice and Procedure of the Federal Energy Regulatory Commission ("Commission"), 18 C.F.R. § 385.211, the California Independent System Operator Corporation ("CAISO") submits in the captioned proceeding a joint Protest on behalf of itself and Pacific Gas and Electric Company ("PG&E").

I. Background and Description of the Proceeding

On October 31, 2018, Dynegy Oakland, LLC ("Dynegy Oakland") submitted, pursuant to Section 205 of the Federal Power Act,¹ its annual filing proposing revisions to its Reliability Must-Run ("RMR") Service Agreement ("RMR Agreement") with the CAISO along with its annual informational filing to support its proposed changes to the Annual Fixed Revenue Requirement ("AFRR"). This annual filing, made in response to the CAISO's notice to Dynegy to extend the RMR Agreement for the 2019 contract year, is required by Section 4.11 of the RMR Agreement.

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16 U.S.C. §§ 824d and 824e.

The Commission issued a Combined Notice of Filings setting November 21, 2018 as the deadline for interventions and protests in this proceeding. CAISO and PG&E have filed interventions.

II. Joint Protest of the CAISO and PG&E

Through its filing in this docket, Dynegy Oakland seeks to recover certain costs relating to its RMR rate schedules. The CAISO and PG&E protest Dynegy Oakland's filing on the grounds that the filing fails to provide adequate support to establish that the proposed rate schedules, in particular certain elements of the AFRR, are just and reasonable. In addition, the CAISO and PG&E protest the filing because Dynegy Oakland has failed to provide the information necessary to enable the CAISO and PG&E to understand sufficiently all of the cost components of Dynegy Oakland's Schedule F filing. The joint protestors need additional time and information to understand the increase in Dynegy Oakland's 2019 AFRR.

Because Dynegy Oakland has not met its burden to show that its proposed rates terms and conditions are just and reasonable, the CAISO and PG&E request that the Commission suspend the rate schedules subject to hearing and establish a refund date at the proposed effective date of January 1, 2019.

The CAISO and PG&E anticipate informal exchanges of information with Dynegy Oakland in the near term. The CAISO and PG&E are hopeful these discussions will lead to a mutually agreeable resolution of the issues in this docket. Therefore, the parties to this filing request that the Commission provide all parties with a reasonable opportunity, until January 31, 2019, to resolve this issue before initiating either a hearing or settlement judge procedures.

III. Conclusion

For the foregoing reasons, the CAISO and PG&E request the Commission rule that the rate schedules set forth in Dynegy Oakland's filing have not been shown to be just and reasonable, suspend the rate schedules subject to hearing, establish a refund date equal to the proposed effective date, January 1, 2019, and hold in abeyance all hearing or settlement judge procedures until January 31, 2019 to give the parties an opportunity to resolve the outstanding issues.

Respectfully submitted,

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Counsel for the California Independent System Operator Corporation

Dated: November 20, 2018

CERTIFICATE OF SERVICE

I hereby certify that I have this 20th day of November, 2018 caused to be served a copy of the forgoing Joint Protest upon all parties listed on the official service list compiled by the Secretary of the Federal Energy Regulatory Commission in this proceeding.

> <u>/s/Allison Hellreich</u> Allison Hellreich HOGAN LOVELLS US LLP 555 13th Street, N.W. Washington, D.C. 20004 Tel: (202) 637-5600 Fax: (202) 637-5910 Email: allison.hellreich@hoganlovells.com