

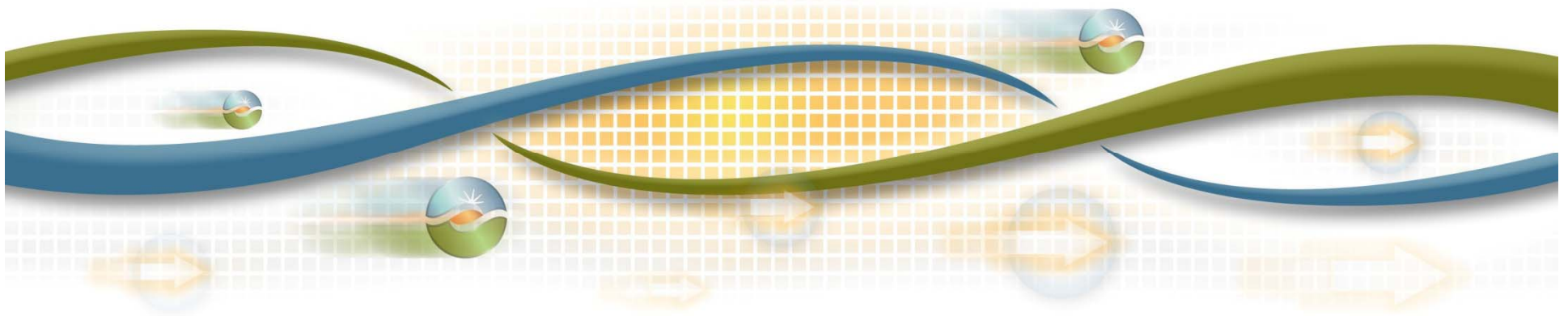


California ISO
Shaping a Renewed Future

Acceptance of Audit of 2010 Financial Statements and FERC Form 1

Ryan Seghesio
Chief Financial Officer & Treasurer

Board of Governors Meeting
General Session
May 18-19, 2011





Management has completed the annual financial statement process.

- Annual financial statements
- Annual FERC Form 1

Highlights of the 2010 Financial Statements

Key components of the balance sheet:

- Total assets = \$932 million
 - Cash and investments ~ 60%
 - Fixed assets ~ 38%
 - Receivables ~ 2%
- Total liabilities = \$693 million
 - Due to market participants ~ 42%
 - Outstanding debt ~ 48%
 - Payables ~ 10%

Highlights of the 2010 Financial Statements

Key components of the income statement:

- Operating revenues = \$212 million
 - Grid management charge revenues
- Operating expenses = \$216 million
 - Operating and maintenance expenses
 - Depreciation and amortization

Accounting loss driven by depreciation and amortization of fixed assets.