

Decision on Extension of the Grid Management Charge Settlement into 2008



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California ISO
Your Link to Power

Board of Governors Meeting
General Session
October 17, 2007

Background of Current Grid Management Charge

- 🌐 A single “bundled charge”: 1998-2000
- 🌐 Three energy-related (MWh) charges: 2001-2003
- 🌐 October 2003 GMC filing (ER04-115-000)
 - Demand charge (non-coincident peak in MW-month)
 - Transactions based (# per month)
 - Customer charge (invoice per month)
 - Broaden base of revenue collection

History of 2004 GMC Settlement

- 🌐 January 2004 settlement discussions
- 🌐 July 2004 GMC Settlement filing
 - Termination: December 31, 2006
- 🌐 July 2006 extension filed (ER06-1281-000)
 - Termination: December 31, 2007
- 🌐 Further extension into 2008 to align with MRTU timeline

GMC Project Status

- GMC stakeholder process ongoing
- Previous plan (as noted in September Board memo)
 - Single filing for extension into 2008 and for MRTU GMC
 - Board decision at October Board meeting
- Stakeholder requests to bifurcate filing
 - Filing for extension in October 2007
 - Filing for MRTU GMC later
- Management consideration of request
 - Agreed to file separately
 - Continue to discuss MRTU GMC issues

Extension of GMC Settlement into 2008

- 🌐 Consensus among stakeholders
 - September 18 meeting
 - October 2 conference call
 - Written comment to Board
- 🌐 Current plan
 - File for extension in late October
 - Board decision on MRTU GMC later

GMC Timeline

- 🌐 File extension of GMC Settlement into 2008
 - Late October 2007
- 🌐 Continue discussions on MRTU GMC
 - Fall 2007
- 🌐 Decision on MRTU GMC
 - December 2007 (tentative)