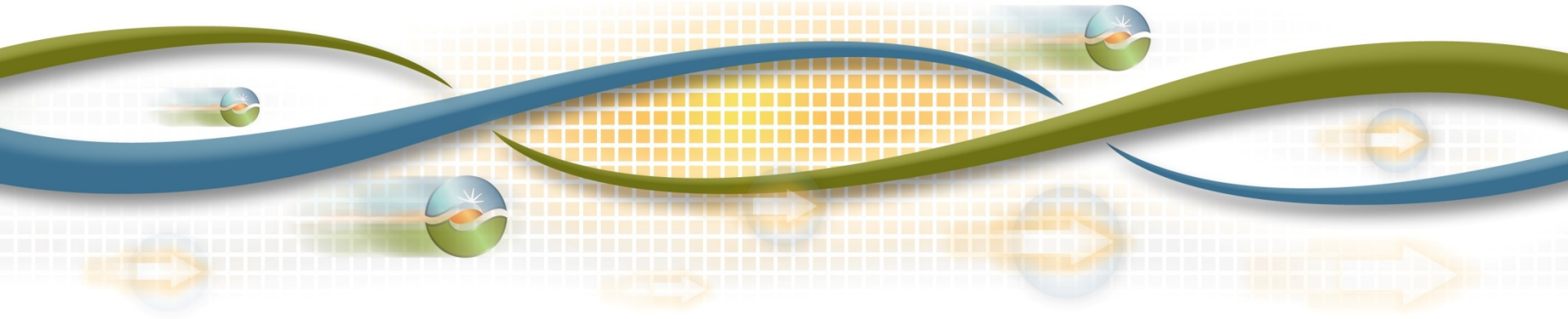


# Decision on Generator Project Downsizing

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# Interconnection customers have requested additional opportunities to reduce the size of their projects.

- Under current process, generator projects may be unable to downsize due to material impacts on later queued projects
- In such cases, the interconnection customer may be forced to withdrawal from interconnection process
- To address this situation, the ISO has developed an additional downsizing opportunity

## The downsizing proposal includes the following key features.

- Open to any generator project in Cluster 4 or earlier
- No limit on amount of downsizing
- Can downsize for any reason
- One-time window to submit requests
- \$200,000 deposit to cover study and administrative costs
- Requires mitigation of impacts on later queued projects
- Projects electing to downsize give up suspension rights

There is broad support for the proposal, but some stakeholder concerns remain.

- That proposal should include a second downsizing request window
- That interconnection customer should not have to give up ability to temporarily suspend work if it exercises downsizing option

## Management recommends Board approval.

- Allows interconnection customers to reduce size of projects and proceed with development
- Allows ISO to evaluate collective impacts of downsizing requests all at once in orderly and efficient manner
- Works in conjunction with other ISO initiatives and contributes to ISO's queue management effort
- Stakeholders largely support proposal