
QUARTERLY FINANCIAL REPORT

March 31, 2025

**CALIFORNIA INDEPENDENT SYSTEM OPERATOR CORPORATION
QUARTERLY FINANCIAL REPORT - March 31, 2025**

Table of Contents

	<i>Page Number</i>
Summary, Discussion and Commentary	<i>i</i>
<i>THE CAISO</i>	
Statement of Operations	<i>1</i>
Balance Sheet	<i>2</i>
Capital Projects Report	<i>3</i>
<i>Summary Financial Data</i>	
CAISO Market Revenues by Month - March 2023 through March 2025	<i>4</i>
CAISO Market Revenues by Quarter - 1st Quarter 2023 through 1st Quarter 2025	<i>5</i>

CALIFORNIA ISO SUMMARY, DISCUSSION AND COMMENTARY

For the quarter ended March 31, 2025

Results of Operations (page 1)

Revenues

Total operating revenues for the quarter were \$69.6 million, \$1.4 million higher than the budgeted amount of \$68.2 million. GMC collections revenues were \$0.1 million higher than expected amounts. Other revenues were higher by \$1.3 million, primarily due the collection of non refundable generator interconnection project study fees, which were not budgeted. The Company monitors variances in GMC revenues and will adjust rates, if necessary, to align actual GMC revenues closer to budget, as required by the Tariff.

Expenses

Actual expenses in the quarter were \$3.6 million less the budgeted amount of \$63.6 million. The lower expense amount is primarily due to lower than budgeted consulting and contracting costs, which is due to the timing of the planned expense. The other expense categories are under or close to budget at this point of the year due also to the timing of the planned expenses.

Total other income in the quarter came in approximately \$3.5 million higher than expected due to unrealized gains on investments.

Material Changes to Assets and Liabilities (page 2)

Debt payments, market collateral transactions, incentive compensation payouts and annual 401k contributions were the primary contributors to changes across the company's assets and liabilities.

Capital Projects (page 3)

\$16.9 million for projects was approved in the first quarter out of the annual \$30.0 million budget. These projects are aligned with the company's 2022-2026 Strategic Plan.

ISO Market Revenues (pages 4 - 5)

Gross market revenues transacted in the CAISO market in Q1 2025 were \$3.6 billion compared to \$4.6 billion for the same quarter in 2024.

CALIFORNIA ISO

Statement of Operations

For the quarter ended March 31, 2025
(dollars in thousands)

	Quarter		Year to Date		Year to Date Budget
	Actual	Prior Year	Actual	Prior Year	
<u>Operating revenues:</u>					
Grid management charge	\$ 53,602	\$ 45,740	\$ 53,602	\$ 45,740	\$ 53,448
Other revenues	16,036	13,468	16,036	13,468	14,777
Total operating revenues	69,638	59,208	69,638	59,208	68,225
<u>Operating expenses:</u>					
Salaries and benefits	46,408	44,111	46,408	44,111	46,454
Building, leases and facility	423	368	423	368	462
Insurance	345	335	345	335	318
Third party vendor contracts	4,593	4,116	4,593	4,116	5,081
Consulting and contracting services	6,513	5,932	6,513	5,932	8,712
Legal and audit	134	145	134	145	594
Training, travel and professional dues	553	442	553	442	1,245
Other	1,038	2,021	1,038	2,021	700
Total operating expenses	60,007	57,470	60,007	57,470	63,566
Operating income before depreciation and amortization	9,631	1,738	9,631	1,738	4,659
<u>Depreciation and amortization</u>	7,661	6,911	7,661	6,911	7,660
Net operating income (loss)	1,970	(5,173)	1,970	(5,173)	(3,001)
<u>Other income (expenses)</u>					
Interest income & other	5,513	2,178	5,513	2,178	2,012
Interest expense	(1,040)	(1,074)	(1,040)	(1,074)	(1,040)
Total other income (expenses)	4,473	1,104	4,473	1,104	972
Excess (deficiency) of revenues over expenses	\$ 6,443	\$ (4,069)	\$ 6,443	\$ (4,069)	\$ (2,029)
Number of full-time employees			747	712	777

CALIFORNIA ISO

Balance Sheet

As of March 31, 2025

(dollars in thousands)

	Current Quarter 03/31/2025	Prior Year 12/31/2024
ASSETS		
CURRENT ASSETS		
Cash and cash equivalents, including restricted amounts	\$ 992,155	\$ 1,057,694
Accounts receivable	13,994	32,147
Short-term Investments, including restricted amounts	20,777	30,371
Other current assets	12,273	7,402
Total current Assets	<u>1,039,199</u>	<u>1,127,614</u>
NONCURRENT ASSETS		
Long-term investments, including restricted amounts	220,402	226,222
Fixed assets, net	146,317	143,851
Other assets	18,525	19,029
Total noncurrent assets	<u>385,244</u>	<u>389,102</u>
TOTAL ASSETS	<u><u>\$ 1,424,443</u></u>	<u><u>\$ 1,516,716</u></u>
LIABILITIES AND NET ASSETS		
CURRENT LIABILITIES		
Accounts payable and accrued expenses	5,882	14,265
Accrued salaries and compensated absences	30,745	59,788
Current portion of long-term debt	8,875	8,805
Due to market participants	1,024,787	1,082,486
Total current liabilities	<u>1,070,289</u>	<u>1,165,344</u>
NONCURRENT LIABILITIES		
Long-term debt, net of current portion	130,200	139,085
Employee retirement plan obligations	6,322	7,216
Other	4,323	4,323
Total noncurrent liabilities	<u>140,845</u>	<u>150,624</u>
TOTAL LIABILITIES	<u>1,211,134</u>	<u>1,315,968</u>
TOTAL NET ASSETS	<u>213,309</u>	<u>200,748</u>
TOTAL LIABILITIES AND NET ASSETS	<u><u>\$ 1,424,443</u></u>	<u><u>\$ 1,516,716</u></u>

Capital Projects Report

For the quarter ended March 31, 2025

(\$ in thousands)

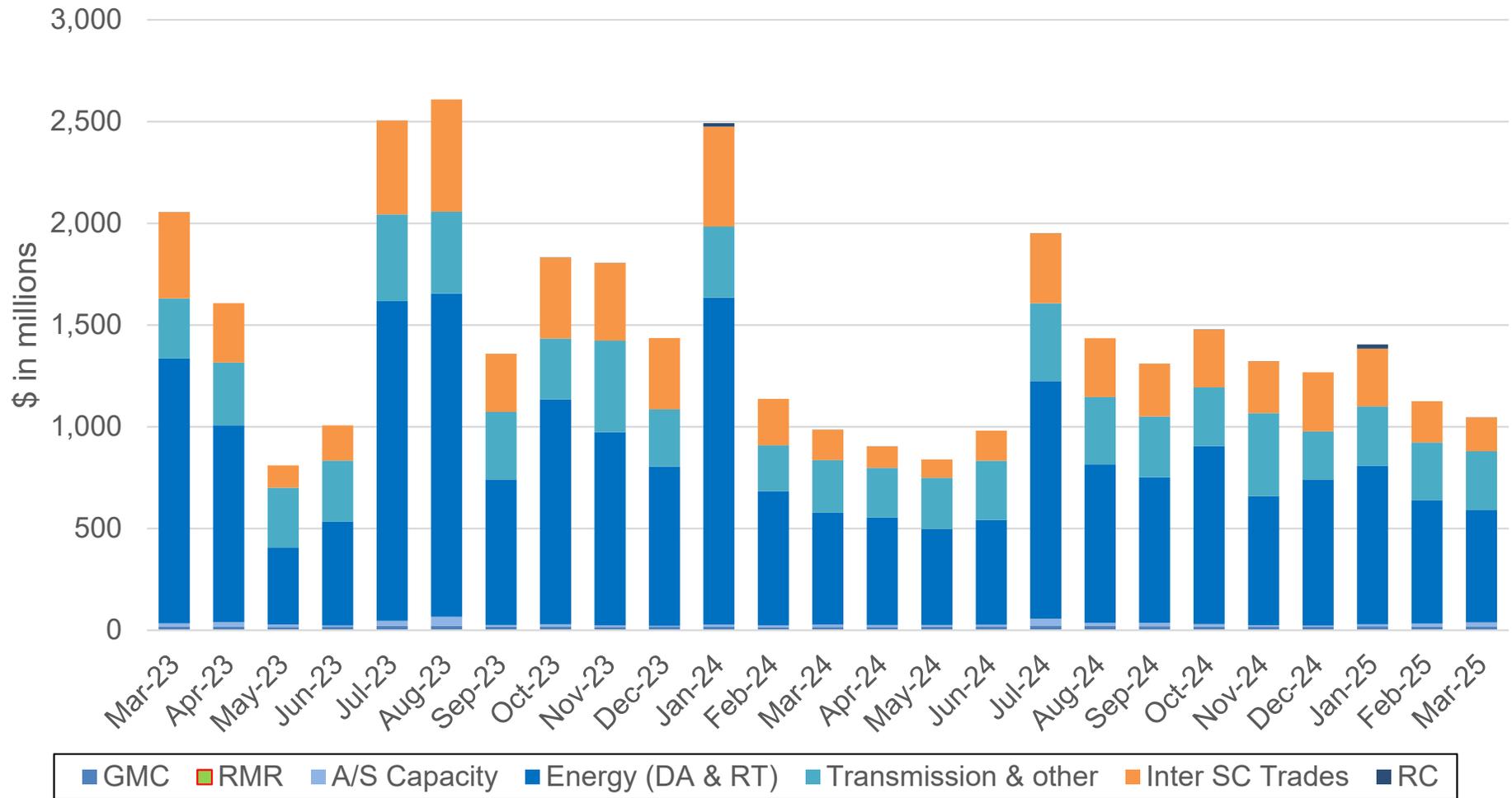
Project Classification	2025 Capital and Project Budget ^{1 2}	Projects Approved YTD	Remaining Budget	Expenditures YTD
Reliability and Efficient Operations	\$ 10,260	\$ 6,234	\$ 4,026	\$ 177
Technology Foundation Improvements	11,175	8,083	3,092	15
Transmission Planning- Infrastructure	2,500	2,155	345	-
Market Opportunities	1,600	-	1,600	-
Stakeholder Engagement and Customer Service	340	190	150	22
People and Culture (Generally O & M)	-	-	-	-
Facilities and Other projects	4,125	225	3,900	27
	\$ 30,000	\$ 16,887	\$ 13,113	\$ 241
			Expenditures on projects approved prior to 2025 ² :	4,890
			Total Expenditures	\$ 5,131

¹ The Board approved a maximum level of \$30.0 million in capital and project commitments for 2025 at their December 2024 meeting. The sub-amounts allocated to the project classifications will vary as actual projects are approved during the year by the Portfolio Steering Committee.

² Expenditures on projects approved in a prior budget year. Does not include WEIM Implementation projects as those expenditures are reimbursed by the WEIM entity.

CAISO Market Revenues By Month

March 2023 through March 2025



CAISO Market Revenues By Quarter

1st Quarter 2023 through 1st Quarter 2025

