

Transmission Pricing WG

Calendar:

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| May 18, 2000 | Kick Off Meeting for WG - Complete | RTO West Facility |
| May 25 | TXPR Workshop #1 Complete | RTO West Facility |
| May 30 | TXPR WG Meeting #2- Complete | RTO West Facility |
| June 2 | TXPR WG Meeting #3-Complete | Telephone |
| June 9 | TXPR WG Meeting #4-Complete | Telephone |
| June 14 | TXPR WG Meeting #5-Complete | Telephone |
| June 23 | TXPR WG Meeting (9-11 am) | Telephone |
| June 29-30 | TXPR WG Meeting | RTO West Facility |
| July 13 | TXPR Workshop #2 or Meeting | RTO West Facility |
| July 14 | TXPR WG Meeting | RTO West Facility |
| July 20-21 | TXPR WG Meeting | RTO West Facility |
| July 27-28 | TXPR WG Meeting | RTO West Facility |

More, longer duration meetings may be required

Congestion Management WG

WG Report (continued)

- Consensus -
 - Focus on Flowgate and Zonal Methods
 - Set aside average cost and LMP
 - Caveat - depends on how rights are handled in future discussions and meets FERC criteria
 - Market Design aspects - jointly work with Ancillary Services WG to define.
 - Time oriented model of events and techniques
 - Schedule coordinator function

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| Consensus process - working |
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Congestion Management WG

Calendar:

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| May 24, 2000 | Kick Off Meeting - Complete | RTO West Facility |
| June 6-7, 2000 | CM Workshop - Complete | RTO West Facility |
| June 12 | CM WG Meeting #2 - Complete | RTO West Facility |
| June 19 | CM WG Meeting #3 | RTO West Facility |
| June 26-27 | CM WG Meeting #4 | RTO West Facility |
| July 10-11 | CM WG Meeting #5 | RTO West Facility |
| July 17-18 | CM WG Meeting #6 | RTO West Facility |
| July 24-25 | CM WG Meeting #7 | RTO West Facility |
| July 31-August 1 | CM WG Meeting #8 | RTO West Facility |

Aggressive Schedule - Good Progress

Congestion Management Workshop

June 7 - 8, 2000 (9:30am - 5pm, 8:30am - 4:00pm)

- **Leaders - Dr. Susan Pope, John Chandley, and Mike Cadwalader**
- **Guest Speakers- Chuck Durick, Dr. Ed Cazalet and Carl Imparato**
- **Kingstad Building, 5933 NE Win Sivers Dr., Portland**
- **Well attended - 84 Attendees (Some by telephone)**
- **Very informative - 228 pages of presentation material**

Workshop - balanced and informative

Congestion Management Workshop

Presentations covered:

- **Session 1: Introduction - why Congestion matters, what a RTO must do, what a RTO should do.**
- **Session 2: Congestion - methods to manage and price**
- **Session 3: Transmission Rights - defining, using, and allocating rights**
- **Session 4: Description of Congestion Management and Pricing models**
 - **IndeGO - Chuck Durick**
 - **Physical Models - Ed Cazalet and Carl Imparato**
 - **California - John Chandley**
 - **Financial - Mike Cadwalader**

Congestion Management Workshop

- **Session 5 - Evaluation of Methods against WS Objectives in Session 1**
- **Session 6 - Other Issues to Consider when choosing an approach**
- **Feedback**
 - **Informative and overall Workshop was unbiased**
 - **Day 1 material - comprehensive, longer than planned**
 - **Day 2 guest presentation - excellent additions, time constraints yielded a high level closure**
 - **Provided a good framework to move forward**

Workshop complete -WG prepared to address issues

Congestion Management WG

(slide from 5/31/00 RRG Meeting)

High Level Process Defined

1. Discuss and Document the approaches with pluses and minuses (evaluate the cost to implement)
2. Develop and understand preferred approach. Consider having each RRG area present their choice and rationale.
3. Test (reality-financial test)
4. Arrive at consensus

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| Method to move forward |
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