



Federal Energy Regulatory Commission

Regional State Committees

Chairman Pat Wood, III
Federal Energy Regulatory Commission
Atlanta, Georgia
June 5, 2003



Federal Energy Regulatory Commission

Major Areas of Responsibility for an RSC

- Importance of State Regulatory Involvement
- Determining regional cost allocation
- Identifying and siting needed transmission facilities
- Determining Resource Adequacy Needs for the Region



Federal Energy Regulatory Commission

Determining Regional Cost Allocation

- Participant Funding
- Rates for access charges paid by load
 - License Plate
 - Postage Stamp
- FTR Allocation
- Shaping the Transition Process
 - Dealing with revenue shortfalls through uplift charges



Federal Energy Regulatory Commission

Transmission Planning

- Whether transmission upgrades are included in the regional transmission planning process
- The role of transmission owners in proposing transmission upgrades
- Role of generation, transmission, energy efficiency, and demand response in resource adequacy



Federal Energy Regulatory Commission

Resource Adequacy

- ❑ Each RSC will determine the approach for resource adequacy for the region.
- ❑ The resource adequacy measures must work together with the region's market power mitigation measures.



Federal Energy Regulatory Commission

Development of a Regional Organization in New England

- Led by the New England Governors Conference's Power Planning Committee
- Committee consists of two members from each of the six New England states—an energy regulator on energy policy person
- Discussed at FERC Meeting in Boston on May 20



Federal Energy Regulatory Commission

Draft Proposal – expected to be forwarded to New England Governors for their approval in September

- Identifies issues to be worked on initially
- Identifies organizational entities
 - Energy Regulators
 - Environmental Regulators
 - Energy Policy Regulators
- Recommends the Scope of Jurisdiction
 - System Planning
 - Resource Adequacy
 - Siting of Interstate Facilities



Federal Energy Regulatory Commission

Organization of MISO States (OMS)

- ❑ In the Midwest, organizational work has been led by state regulators
- ❑ First organizational meeting is June 11 in Omaha
- ❑ Draft proposals have bifurcated the organization
 - one branch working on transmission siting and planning—state issues
 - another branch working on FERC-related issues