MSWG Update April 27, 2005 BIC Agenda 6f

Prepared by:

Liam Baker

Voltage Support Services

- Spirited discussion on several issues:
 - Proposed changes to testing requirements
 - Tests to be in Summer Period only
 - Data submittal electronic only
 - Suppliers would measure "net" capabilities, both lagging and leading
 - General Consensus to the above

Voltage Support Services

- Proposed changes to compensation rate:
 - Adjustment necessary for change from gross to net measurement of lagging capability
 - Adjustment necessary to account for inflation
 - Consensus not completely reached on the above
 - Open issues:
 - Specific translation of \$/MVAR rate
 - Appropriate rate of inflation
 - Depreciation of Supplier equipment