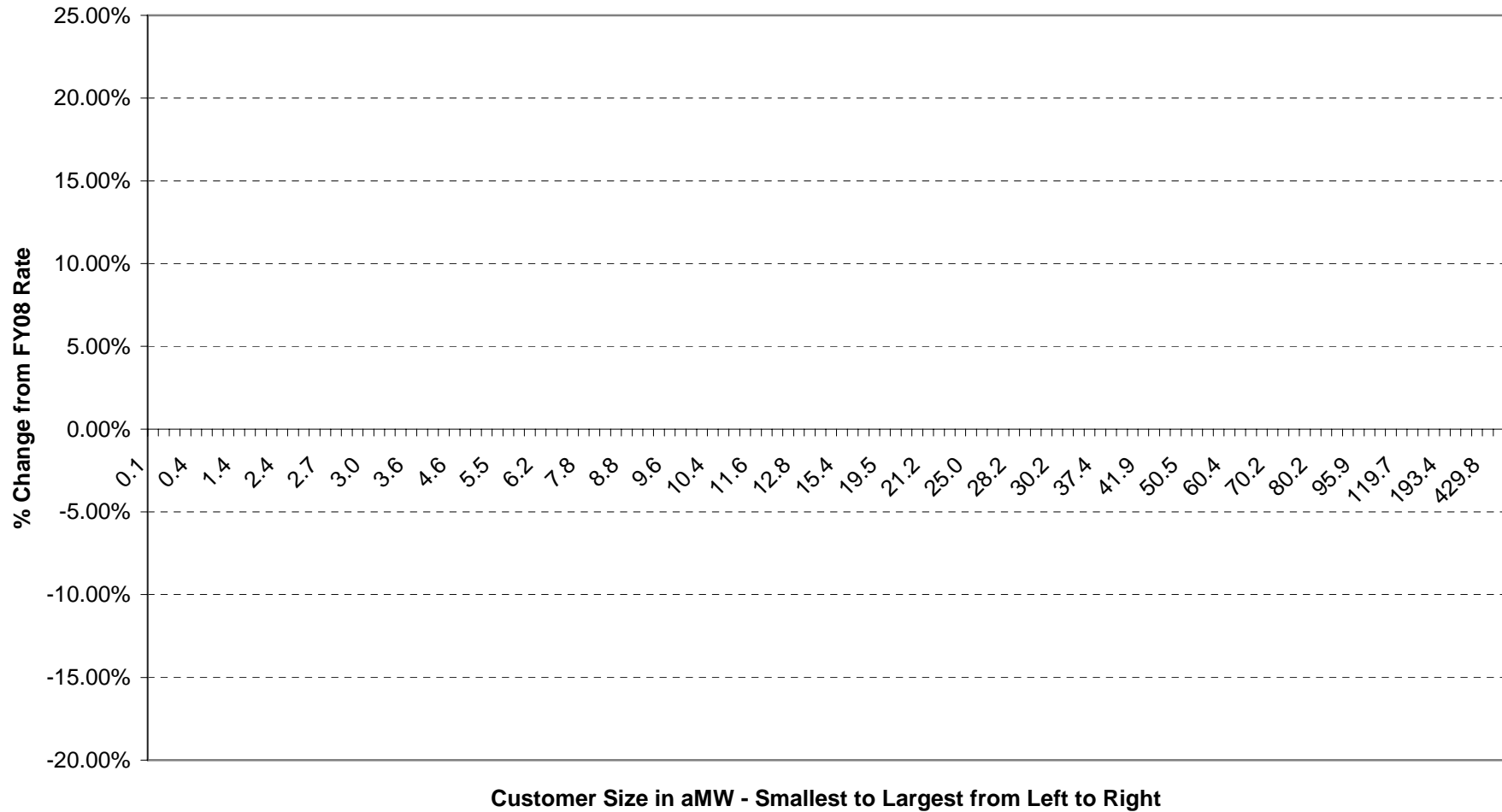




Alternative #1 - Pure WP-07

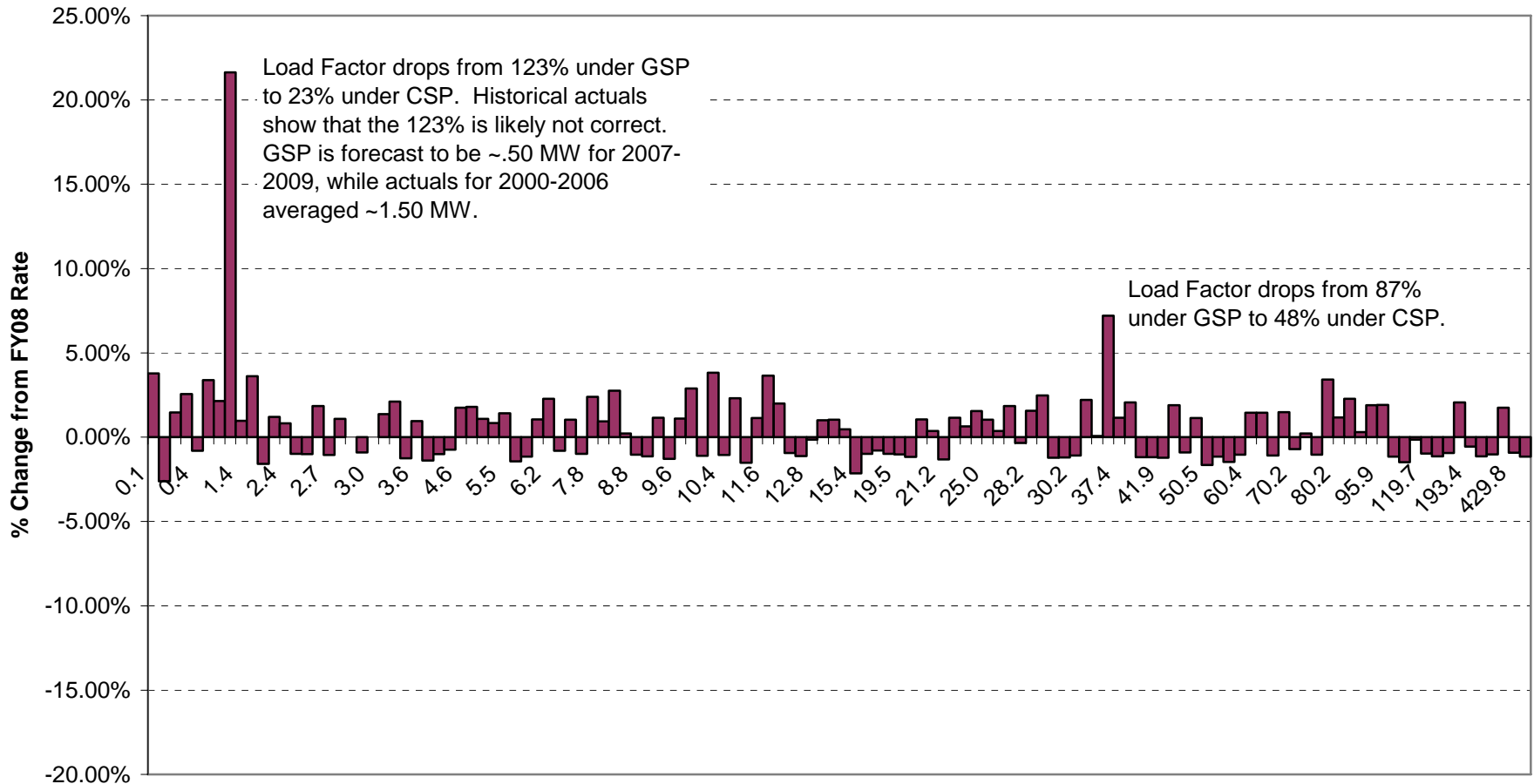


Date: 5-18-2007
Purpose/Subject: Tier 1 Rate Design Workshop
Legal Disclaimer: Deliberative and pre-decisional

■ Pure WP-07



**Alternative #2 (with FY07-09 Demand price)
Customer System Peak at 2007-2009 PF Rate
v.
Generation System Peak at 2007-2009 PF Rate**



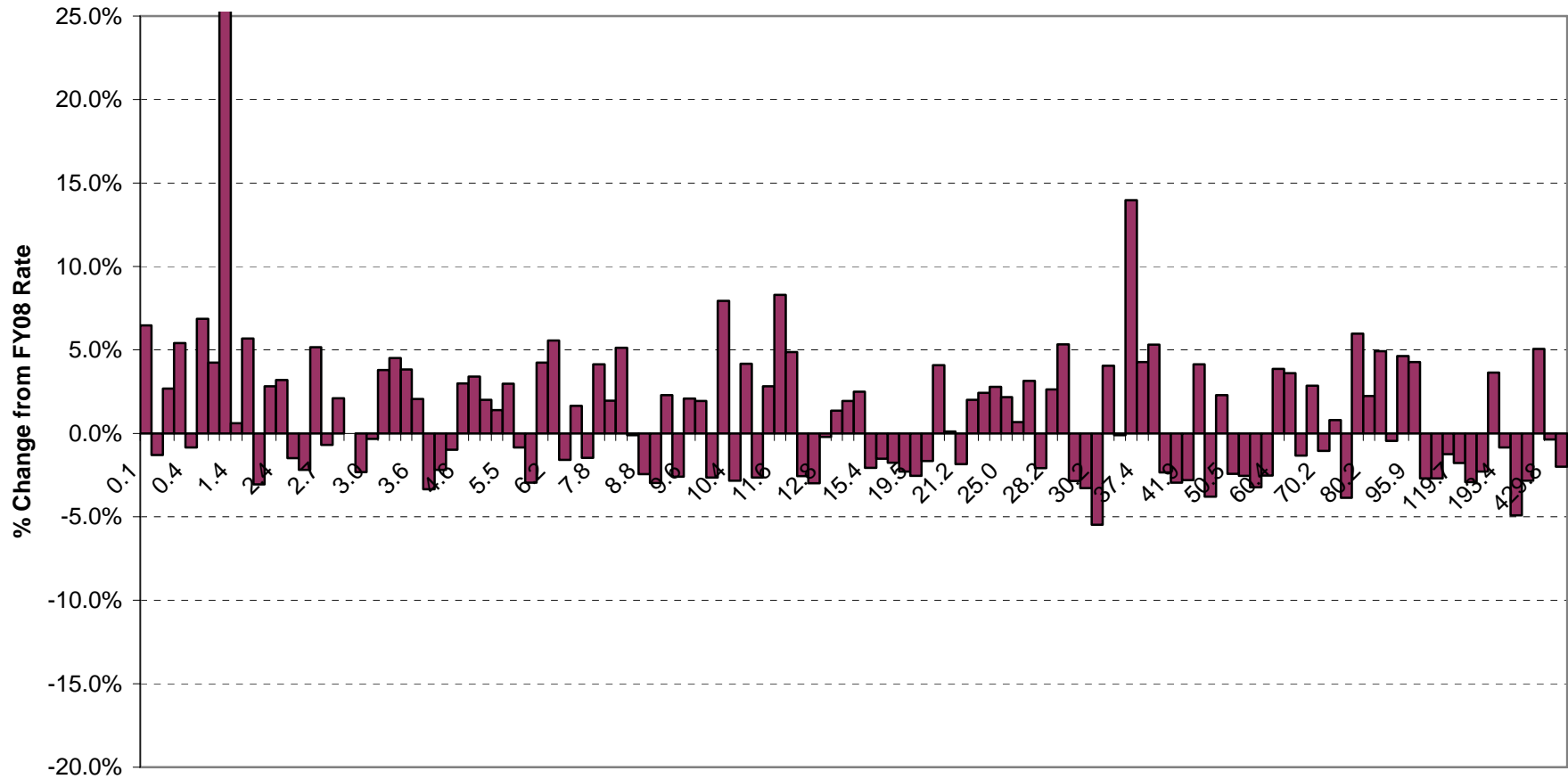
Customer Size in aMW - Smallest to Largest from Left to Right

Date: 5-18-2007
Purpose/Subject: Tier 1 Rate Design Workshop
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■ CSP PF 07-09 v GSP PF 07-09



Alternative #3
Energy, Demand and LV set at Market and reduced
by a percentage until RR is no longer overcollected.
Bill on Customer System Peak



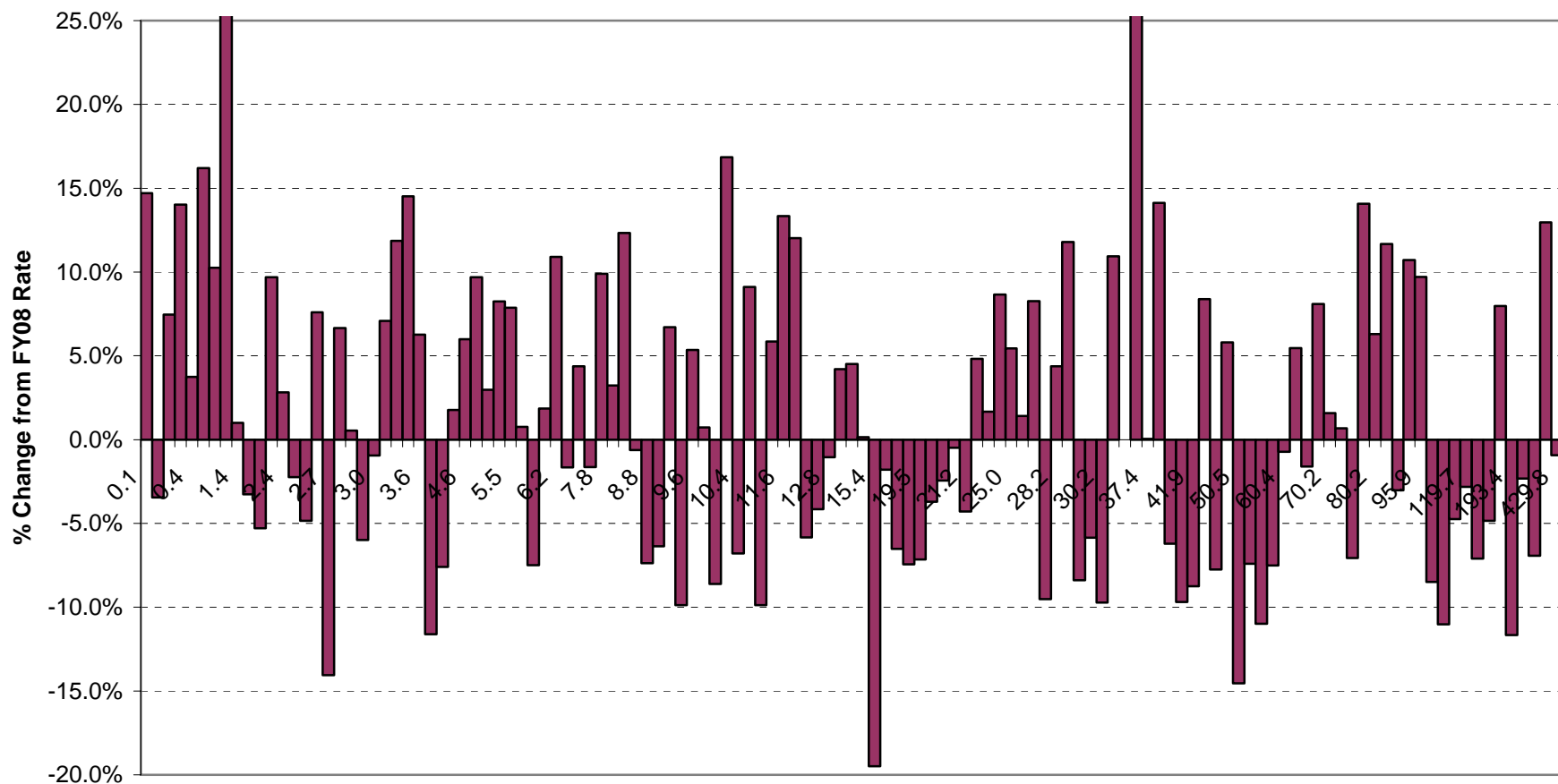
Customer Size in aMW - Smallest to Largest from Left to Right

Date: 5-18-2007
Purpose/Subject: Tier 1 Rate Design Workshop
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Alt #3



Alternative #4
Demand Charge = Fixed cost of Capacity Machine
Benchmark 100% HLH LF
Bill on Customer System Peak



Customer Size in aMW - Smallest to Largest from Left to Right

Date: 5-18-2007

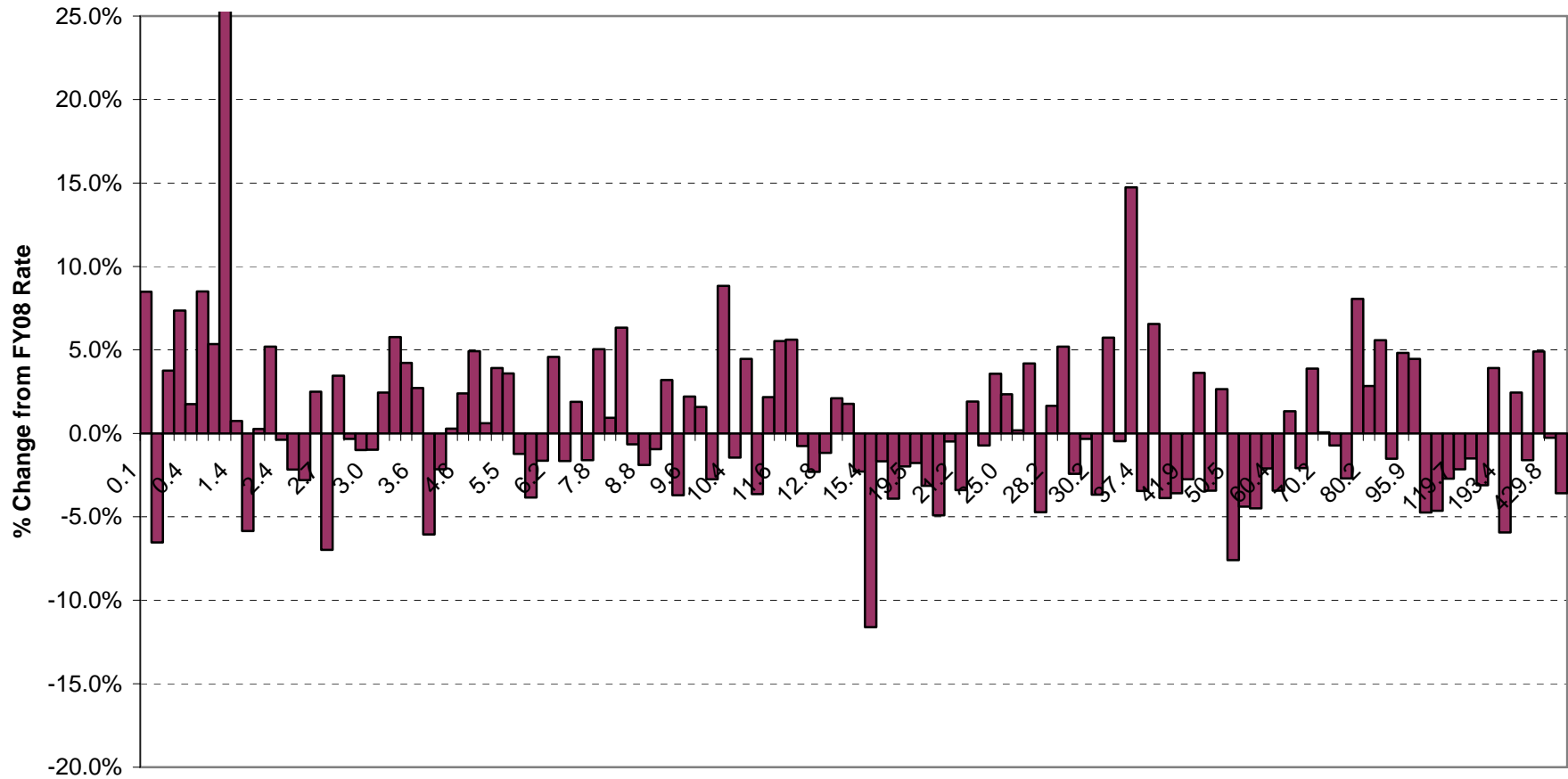
Purpose/Subject: Tier 1 Rate Design Workshop

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Alt #4 100%



Alternative #4
Demand Charge = 50% of the Fixed cost of Capacity Machine
Benchmark 100% HLH LF
Bill on Customer System Peak



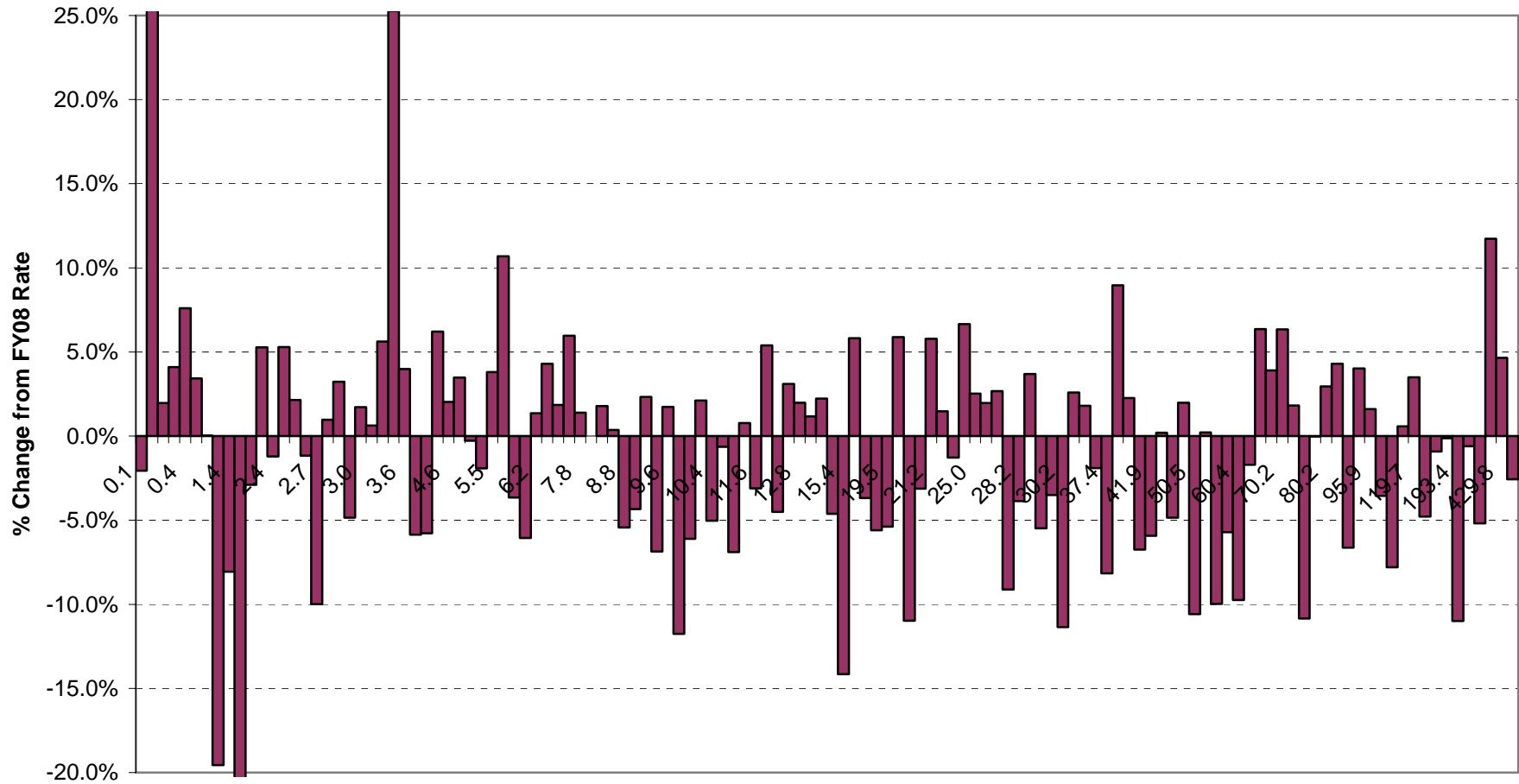
Customer Size in aMW - Smallest to Largest from Left to Right

Date: 5-18-2007
Purpose/Subject: Tier 1 Rate Design Workshop
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Alt #4 50%



Alternative #5a
Demand Charge = Fixed cost of Capacity Machine
Bill on Generation System Peak



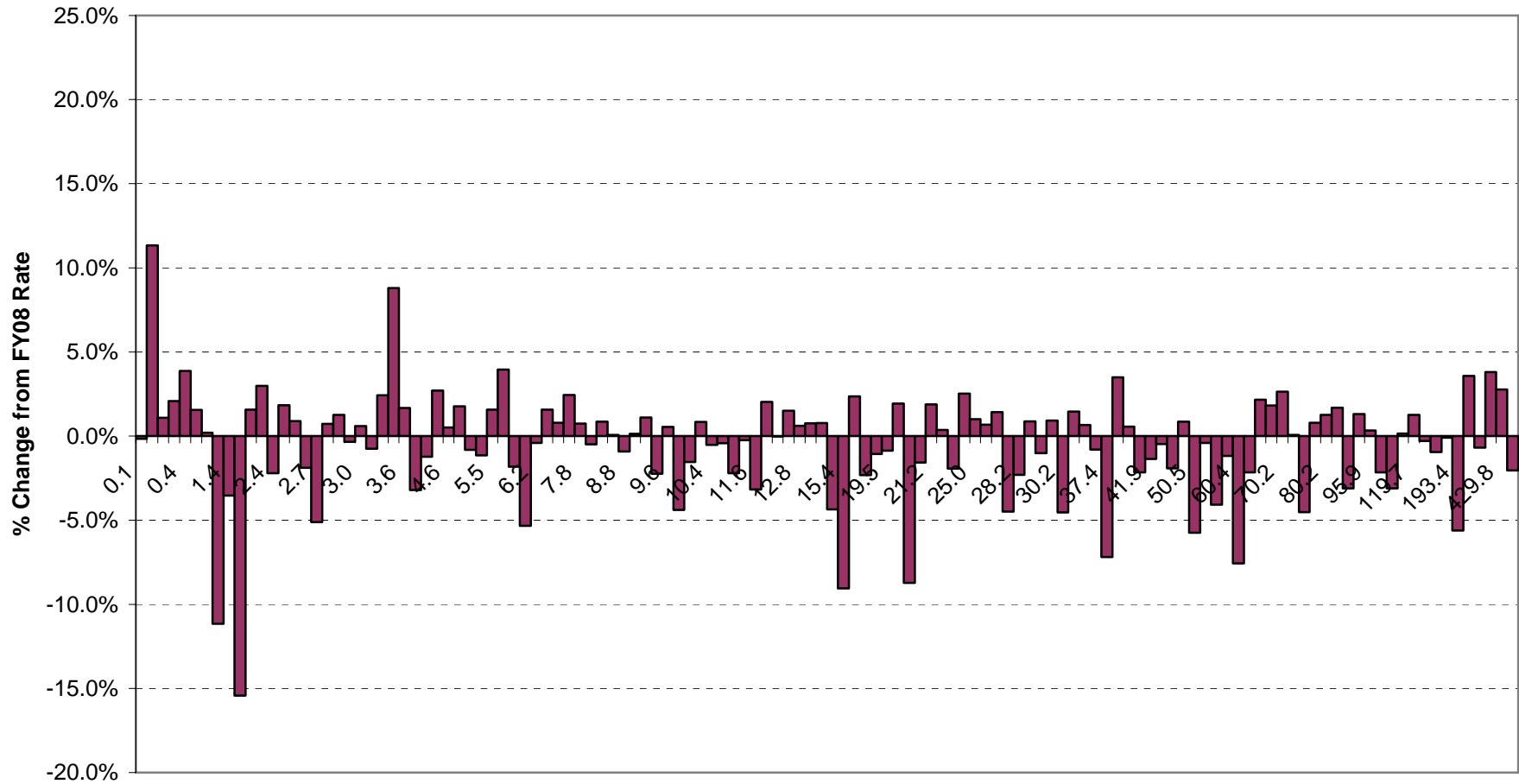
Customer Size in aMW - Smallest to Largest from Left to Right

Date: 5-18-2007
Purpose/Subject: Tier 1 Rate Design Workshop
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Market Virtual Slice 100%



Alternative #5a
Demand Charge = 50% of the Fixed cost of Capacity Machine
Bill on Generation System Peak



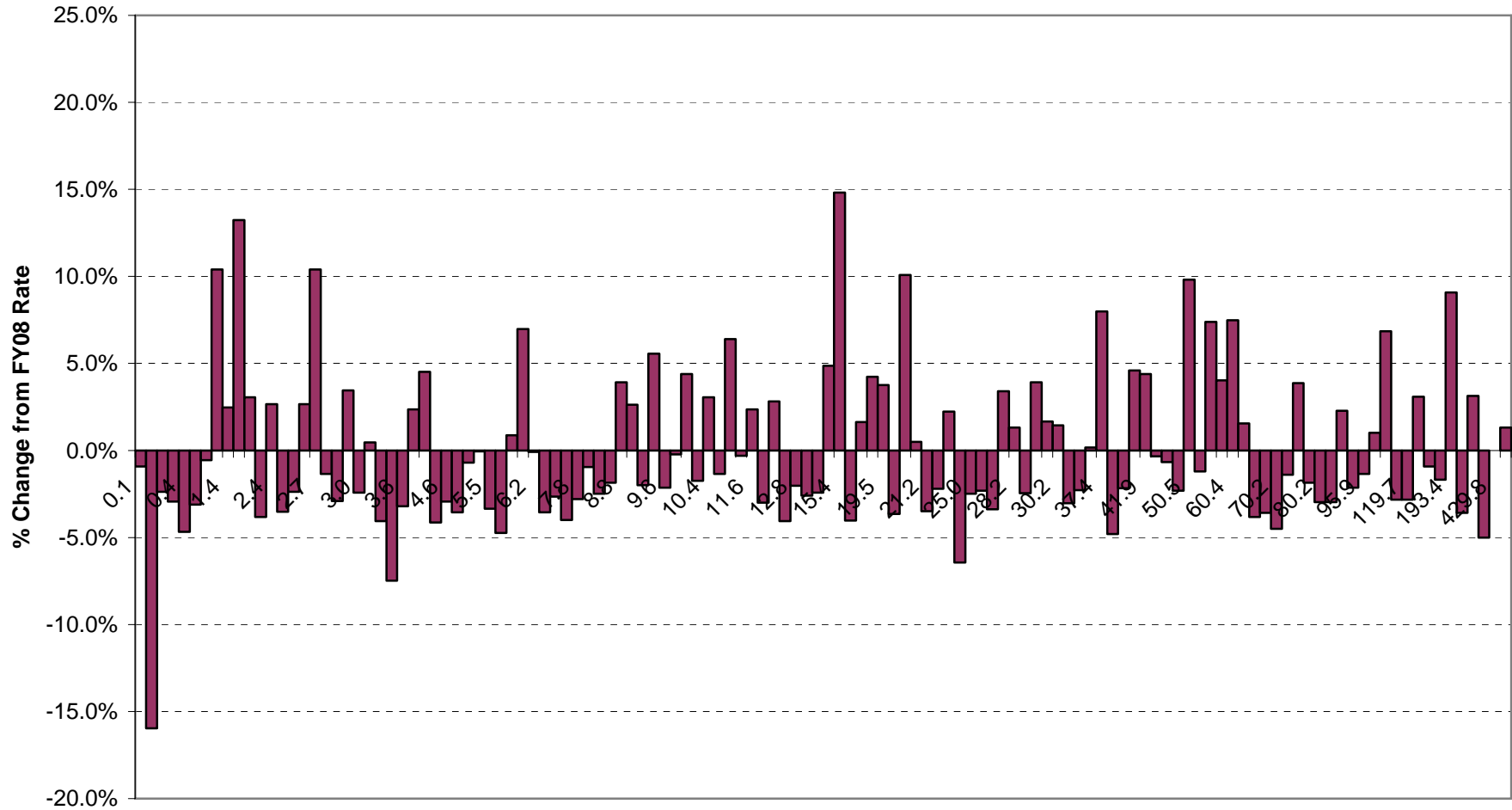
Customer Size in aMW - Smallest to Largest from Left to Right

Date: 5-18-2007
Purpose/Subject: Tier 1 Rate Design Workshop
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■ Market Virtual Slice 50%



Alternative #5b
Revenue Requirement * [HWM]/[Sum of HWMs]



Customer Size in aMW - Smallest to Largest from Left to Right

Date: 5-18-2007
Purpose/Subject: Tier 1 Rate Design Workshop
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■ HWM Virtual Slice