

Scenario 2: Estimated Cost Impacts

- Collectively, the ISO's proposed adjustments (FER DQ, NPF, and strike price floor) serve to reduce the estimated first-year incremental costs of the DA A/S design by ~\$292M (30%)
 - This estimate reflects all the caveats associated with Scenario 2 noted on slide 10

Id	Category	NO DA A/S	Incremental DA A/S Costs (Current Rules - No DA A/S) (\$M)	Incremental DA A/S Costs under Full Proposal (Scenario 2 - No DA A/S) (\$M)	Percent Change in Incremental DA A/S Costs from Full Proposal
<i>DA Energy</i>					
[1]	DA LMP	\$10,437	(\$309)	\$79	125%
[2]	FER	\$0	\$1,026	\$390	-62%
[3]	Cost of Incremental RT Energy	\$140	(\$4)	\$14	429%
[4]	<i>Energy-Specific Costs/Revenues</i>	\$10,577	\$712	\$482	-32%
<i>DA Ancillary Services</i>					
[5]	FRS Credits	\$0	\$428	\$287	-33%
[6]	EIR Credits	\$0	\$25	\$9	-63%
[7]	DA A/S Closeout Charges	\$0	(\$192)	(\$96)	50%
[8]	<i>DA A/S-Specific Costs/Revenues</i>	\$0	\$261	\$200	-23%
<i>Total</i>					
[9]	Total Costs/Revenues	\$10,577	\$974	\$682	-30%