

## Multi-year Central Buyer Framework

July 19, 2018

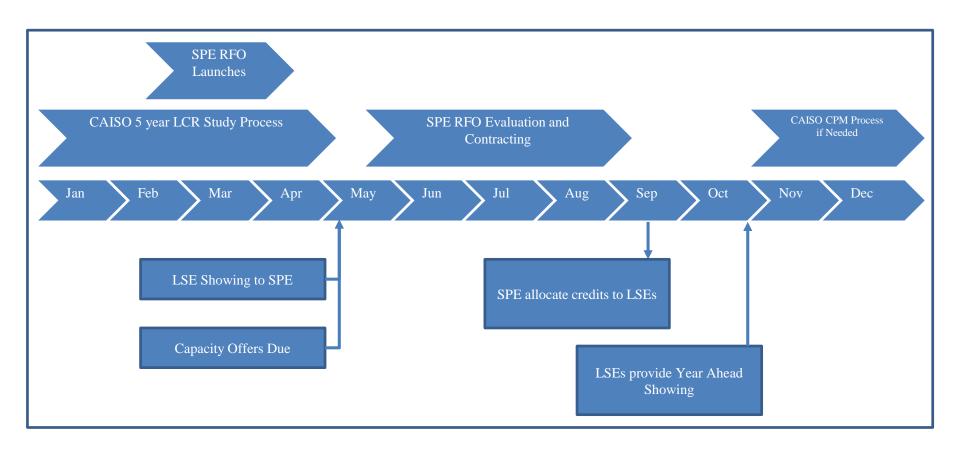


## The Framework

- A Special Purpose Entity would procure capacity utilizing a Request For Offers (RFO) structure
- LSEs have a 5 year forward Local RA requirements and targets
- LSEs have an option to self-procure and show to meet their individual Local RA requirements
- LSEs have an option to offer capacity into the Entity's RFO
- Entity would work with Commission and CAISO through an iterative process to identify the optimal portfolio to maintain reliability
- Process would be repeated annually and the optimal portfolio would be reconfigured
- Entity would charge costs through non-bypassable charges or direct invoicing



## **Proposed Timeline**





## Illustrative Example

