

I will be in Phoenix representing Conectiv at the next meeting. I have been to the DC meeting and listened in on the Houston Meeting. After reviewing the GECTF Preliminary Discussion Points List - Expanded, Conectiv has developed the following position regarding the GETF meeting next week:

1. In order for natural gas to be the fuel of choice for power generation, the scheduling and reliability of service must be as flexible as possible with minimal incremental costs. In order for this to be accomplished, the TSP should allow as many (preferably hourly) intraday nominations to allow for the variations in natural gas consumption for power generation.
2. In the interest of "cost causation" principles, we would support the isolation, definition and breakdown of any incremental costs of implementation, and allocation based on usage. This allocation could be either as a separate line item or included as a component of the commodity price, but not included in the demand charge, so that companies who choose not to use can avoid the payment.

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