

EXHIBIT B

WAC CHAPTER 480-107 REQUIREMENTS CHECKLIST:

Requirement and Citation	Location in RFP
Identify a resource block consisting of the overall amount of power to be solicited from project developers through the bidding process, and specify that block in the RFP. WAC 480-107-040(1), WAC 480-107-060(2)(c).	Section 1
Demonstrate (as part of the RFP documentation) that the size of the resource block is consistent with the range of estimated new resource needs identified in the LCP. WAC 480-107-040(2).	Section 2 & Exhibit 4
Specify any minimum criteria that bidders must satisfy to be eligible for consideration in the ranking procedure. WAC 480-107-060(2)(d).	Sections 1, 4 & 10
Explain the criteria that will be used to rank project proposals. Project ranking procedures must be based on least-cost planning goals, and the factors must at a minimum address price, dispatchability, risks imposed on ratepayers, and environmental effects including those associated with resources that emit carbon dioxide. The ranking procedures shall recognize differences in relative amounts of risk inherent among different technologies, fuel sources, financing arrangements, and contract provisions. WAC 480-107-070(1)-(3).	Section 10
Explain the methodology for performance adjustments to be made if the QF or generating facility agrees to be operated under economic dispatch (price bid to be adjusted by operating performance adjustments such as the project's equivalent availability factor). WAC 480-107-080(2).	Sections 3, 6 and 10

<p>Explain security requirements and the rationale for them. (Security is required on all project contracts whose expected payment to the project developer at any point in time will exceed the payment which would have been made under the utility's avoided cost schedule, but is not required if no such payments are expected.) WAC 480-107-090(1).</p>	<p>Sections 9 & 10.2.5</p>
<p>Specify the time period for the project or contract if it is to exceed 20 years. WAC 480-107-100(2).</p>	<p>Section 10.1</p>
<p>State whether the utility intends to allow its subsidiaries to participate in the bidding process. If so, indicate how it will ensure that its subsidiaries will not gain any unfair advantage over potential nonaffiliated competitors. WAC 480-107-160(2).</p>	<p>Section 4</p>
<p>If other electric utilities will be permitted to bid (subject to the approval of the Commission), such a decision must be explained in the RFP submittal. WAC 480-107-020(1), (2).</p>	<p>Section 4</p>
<p>Determine the avoided costs for the energy and capacity associated with the resource block calculated per WAC 480-107-040 on an annual basis for the greater of 20 years or the longest period over which power purchase contracts entered into per the bidding rules will be effective. This price stream will be referred to as the utility's avoided cost schedule. The avoided cost schedule and its supporting documentation shall be filed with the RFP. WAC 480-107-050.</p>	<p>Section 10.1 & Exhibit 3</p>
<p>Specify the long-term avoided cost schedule as calculated under WAC 480-107-050. WAC 480-107-060(2)(c).</p>	<p>Exhibit 3</p>
<p>File initial prototype contracts with the Commission, attached to the RFP. WAC 480-107-010.</p>	<p>Exhibits 1 & 2</p>