

RCST Significant Event / Repeat MOWD Report Purpose

This document supplements the Weekly Significant Event / Repeat MOWD Reports posted on the CAISO Website. Each weekly report references this document.

Report purpose

The purpose of this report is to comply with section 40.15.4 of the California ISO Tariff. The intent is to explain why a Must Offer resource was committed on-line, as opposed to a Resource Adequacy (RA) Resource or a Reliability Must Run (RMR) resource. In addition the report serves as a record of the Significant Events and any resulting RCST designations that the California ISO makes.

The weekly report has three main sections. The first section contains a summary of the resources which were triggered and which will be evaluated in the report. The second section contains a determination of whether there were any RA or RMR resources available when the Must Offer resource was committed. Finally, the third section explains, for system and local issues, why RA or RMR resources were not sufficient to meet the reliability issue that required commitment of the Must Offer resource.

Applicable tariff sections

40.15.3 Multiple Denial of FERC Must-Offer Waivers

If the ISO issues a denial of must-offer waivers to a FERC Must-Offer Generator on four separate days in any calendar year, the ISO shall evaluate whether a Significant Event has occurred that warrants designation of the FERC Must-Offer Generator to provide service under the RCST ("MOWD Evaluation"). The ISO shall conduct a MOWD Evaluation after every four separate days on which the ISO denies a must-offer waiver request for such a FERC Must-Offer Generator.

40.15.4 Significant Event / Repeat Waiver Denial Report

The ISO shall publish the results of its assessment of the MOWD Evaluation ("Significant Event / Repeat MOWD Report"), including an explanation of its decision whether to designate FERC Must-Offer Generator capacity as RCST, on the ISO Website on a weekly basis unless no Significant Events or MOWD Evaluations occurred during the week. The ISO will provide a market notice of the availability of each Significant Event / Repeat MOWD Report. The Significant Event / Repeat MOWD Report shall explain why the ISO denied the must-offer waiver request that triggered the assessment of whether a Significant Event occurred, and whether any Resource Adequacy Resources, RMR units, or resources designated to provide service under the RCST were available and called on by the ISO prior to its denial of the FERC Must-Offer Generator's must-offer waiver request. The ISO shall also explain why Non-Generation Solutions were insufficient to prevent the use of denials of must-offer waivers for local reasons. In the event that the ISO denies a must-offer waiver request for local or system reasons that do not constitute a Significant Event or is not due to a Resource Adequacy Resource non-performance, the report shall include an explanation for such issuance and shall be signed by the ISO's Vice President of Operations.

43.4 RCST Designations For Significant Events

The ISO may designate Eligible Capacity or System Resources to provide service under this Section 43.4 following a Significant Event, and taking into account the expected duration of the Significant Event, if such an RCST designation is necessary to remedy any resulting material difference in ISO Controlled Grid operations relative to the assumptions reflected in the LARN Report for 2006 or relative to the assumptions underlying the CPUC's and, if applicable, a Local Regulatory Authority's development of Local Resource Adequacy Requirements for 2007. An RCST designation due to a Significant Event shall have a minimum term of three months and a maximum term up to the period of time which the ISO determines the Significant Event will remain in effect, provided that in no event shall the term of such RCST designation extend beyond the earlier of midnight on December 31, 2007 or midnight the day before the effective date of MRTU implementation. Any RCST designations under this section shall be in accordance with the criteria set forth in Section 43.3.3.

Definitions

Tariff Definition of Significant Event

For 2006, a "Significant Event" is an event that results in a material difference in ISO Controlled Grid operations relative to what was assumed in developing the LARN Report for 2006 that causes, or threatens to cause, a failure to meet Applicable Reliability Criteria. For 2007, a "Significant Event" is an event that results in a material difference in ISO Controlled Grid operations relative to what was assumed by the CPUC and Local Regulatory Authorities in developing Local Resource Adequacy Requirements for 2007 that causes, or threatens to cause, a failure to meet Applicable Reliability Criteria.