

April 8, 2020

The Honorable Kimberly D. Bose Secretary Federal Energy Regulatory Commission 888 First Street, NE Washington, DC 20426

Re: California Independent System Operator Corporation

Filing of Amendment to Adjacent Balancing Authority
Operating Agreement with Nevada Power Company and
Request for Waiver of Notice Requirement

Docket No. ER20-___-000

Dear Secretary Bose:

The California Independent System Operator Corporation ("CAISO") submits for Commission filing and acceptance Amendment No. 5 ("Amendment") to the Adjacent Balancing Authority Operating Agreement ("ABAOA") between the CAISO and Nevada Power Company ("NEVP"), doing business as NV Energy. The Amendment revises Schedule A to the ABAOA to reflect the planned interconnection of the 500 KV transmission line from NEVP's Harry Allen Substation ("Henry Allen") to the Eldorado Substation ("Eldorado"), which creates a new intertie between NEVP's balancing authority area and the CAISO's balancing authority area.

The CAISO requests that the Commission accept the ABAOA, as revised by the Amendment, effective on April 30, 2020, and the CAISO respectfully requests waiver of the 60-day notice requirement to permit that effective date. April 30 is the anticipated energization date for the facilities that will establish the Harry Allen to Eldorado intertie. However, it is possible that energization of the facilities will occur on a later date. Therefore, the CAISO further requests that the Commission direct the CAISO to submit a compliance filing to revise the effective date to reflect the actual energization date if it occurs later than April 30.

The CAISO submits the Amendment pursuant to Section 205 of the Federal Power Act, 16 U.S.C. § 824d.

I. Background

The ABAOA sets forth the rates, terms, and conditions on which the CAISO and NEVP, as balancing authorities registered with the North American Electric Reliability Corporation ("NERC"), operate the interconnection between their balancing authority areas. The Commission accepted the original version of the ABAOA between the CAISO and NEVP in 2012.² It has been amended four times since then to make incremental revisions.³

II. Purposes of this Amendment

Pursuant to this Amendment, the CAISO and NEVP propose revisions to Schedule A to the ABAOA (entitled Adjacent Balancing Authority Interconnection Points) to include the new intertie between the NEVP and CAISO balancing authority areas established by the 500 KV transmission line from NEVP's Harry Allen Substation to the Eldorado Substation.⁴ A description of the facilities associated with this new intertie was also included for purposes of transferring operational control of transmission facilities to the CAISO in the recent filing of an amendment to the Transmission Control Agreement ("TCA") submitted in Docket No. ER20-1137-000.⁵ The in-service date of the new intertie will be coordinated among CAISO, Southern California Edison Company ("SCE"), DesertLink, LLC ("DesertLink"), and NEVP. That in-service date will coincide with the effective date of this Amendment and the amendment to the TCA.

III. Effective Date and Request for Waiver

The CAISO requests that the Commission accept the ABAOA, as revised by the Amendment, effective April 30, 2020, which will be the in-service date of the new intertie described in the Amendment. To accommodate the foregoing requested effective date, the CAISO respectfully requests waiver, pursuant to Section 35.11 of the Commission's regulations (18 C.F.R. § 35.11), of the 60-day notice requirement contained in Section 35.3(a)(1) of the Commission's regulations (18 C.F.R. § 35.3(a)(1)), in order to permit the Amendment to become effective as of April 30, 2020. Granting the waiver will meet the needs of

 $^{^2}$ Cal. Indep. Sys. Operator Corp., 141 FERC \P 61,276 (2012). The ABAOA is designated as CAISO Rate Schedule No. 72

³ See Cal. Indep. Sys. Operator Corp., Commission Letter Order, Docket No. ER14-1705-000 (May 22, 2014); Cal. Indep. Sys. Operator Corp., Commission Letter Order, Docket No. ER15-620-000 (Jan. 15, 2015); Cal. Indep. Sys. Operator Corp., Commission Letter Order, Docket No. ER16-545-000 (Feb. 2, 2016); and Cal. Indep. Sys. Operator Corp., Commission Letter Order, Docket No. ER18-2422-000 (Oct. 18, 2018).

⁴ The CAISO also proposes several ministerial clean-up changes to Schedule A.

⁵ The TCA amendment is pending before the Commission.

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NEVP and the CAISO, as it is important to reflect the new intertie in the ABAOA as of the expected energization date. No harm will result to any entity from the April 30, 2020 effective date, and the agreement does not result in any increase in rates or charges. Granting the requested waiver, therefore, is appropriate.

Although April 30 is the anticipated in-service date of the new Harry Allen to Eldorado intertie, the actual effective date of the proposed changes to include the new intertie in the ABAOA should coincide with the actual in-service date of the facilities that will establish the intertie. Accordingly, the CAISO respectfully requests that the Commission direct the CAISO to submit a compliance filing to revise the effective date of the changes proposed by the Amendment necessary to add the Harry Allen to Eldorado intertie, in the event that the energization of the facilities occurs on a date later than April 30.6

IV. Service

Copies of this filing have been served upon the NEVP, DesertLink, SCE, the California Public Utilities Commission, the California Energy Commission, and all parties on the official service list for the most recent proceeding in which the ABAOA was amended (Docket No. ER18-2422). The filing has also been posted on the CAISO website.

V. Attachments

In addition to this transmittal letter, this filing includes the following attachments:

- (1) Amendment No. 5 to the ABAOA (Attachment A);
- (2) Clean version of the ABAOA as revised by the Amendment (Attachment B); and
- (3) Red-lined version of the ABAOA as revised by the Amendment (Attachment C).

This request is consistent with the request made by the CAISO in Docket No. ER20-1137-000 concerning the amendment to the TCA to transfer operational control of the transmission facilities to the CAISO. The Honorable Kimberly D. Bose April 8, 2020 Page 4

VI. Correspondence

The CAISO requests that all correspondence, pleadings, and other communications concerning this filing be served upon the following:

John C. Anders*
Assistant General Counsel
California Independent System
Operator Corporation
250 Outcropping Way
Folsom, CA 95630

Tel: (916) 608-7287 Fax: (916) 608-7222

E-mail: janders@caiso.com

* Individual designated for service pursuant to Rule 203(b)(3), 18 C.F.R. § 203(b)(3).

VII. Conclusion

The CAISO requests that the Commission accept the ABAOA between the CAISO and NEVP, as revised by the Amendment, effective April 30, 2020 as requested in this filing.

Respectfully submitted,

By: /s/ John C. Anders

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Attorneys for the California Independent System Operator Corporation

Attachment A – Amendment No. 5 to the ABAOA

Adjacent Balancing Authority Operating Agreement with Nevada Power

Company and Request for Waiver of Notice Requirement

California Independent System Operator Corporation

April 8, 2020



CALIFORNIA INDEPENDENT SYSTEM OPERATOR CORPORATION AND

NEVADA POWER COMPANY

AMENDMENT NO. 5 TO THE ADJACENT BALANCING AUTHORITY OPERATING AGREEMENT

THIS AMENDMENT NO. 5 is effective as of the completion and placing into service of DesertLink, LLC's Harry Allen – Eldorado 500 kV transmission line.

- (1) **Nevada Power Company** ("NEVP"), doing business as NV Energy, having its registered and principal executive office at 6226 West Sahara Avenue, Las Vegas, Nevada 89146;
- (2) California Independent System Operator Corporation ("CAISO"), a California nonprofit public benefit corporation having a principal executive office located at 250 Outcropping Way, Folsom, California 95630.

NEVP and the CAISO are hereinafter referred to as the "Parties."

Whereas:

- A. The Parties are signatories to an Adjacent Balancing Authority Operating Agreement dated October 29, 2012 (the "Agreement"), as amended by Amendment No. 1 effective June 11, 2014, Amendment No. 2 effective February 25, 2015, Amendment No. 3 effective December 18, 2015 and Amendment No. 4 effective November 13, 2018.
- **B.** The Parties desire to amend the Agreement to reflect the addition of an intertie at the Harry Allen 500 kV substation.
- **C.** In all other respects, the Parties intend that the Agreement remain in full force and effect in accordance with its terms.

NOW THEREFORE, **THE PARTIES AGREE** as follows:

- **1. Termination.** This Amendment No. 5 shall remain in full force and effect until the termination of the Agreement.
- **2. Amendment to the Agreement.** The Agreement shall be amended as follows:



- 2.1 Schedule A to the Agreement is deleted in its entirety and Schedule A attached to this Amendment No 5 is substituted in its place.
- 3. This Amendment No. 5 constitutes the complete and final agreement of the Parties with respect to the purpose of this Amendment No. 5 as described in the Recitals hereto and supersedes all prior understandings, whether written or oral, with respect to such subject matter.
- 4. Except as expressly modified in this Amendment No. 5, the Agreement shall remain in full force and effect in accordance with its terms, and the unmodified provisions of the Agreement shall apply to any new rights and/or obligations established by this Amendment No. 5.
- 5. This Amendment No. 5 may be executed in one or more counterparts at different times, each of which shall be regarded as an original and all of which, taken together, shall constitute one and the same agreement.

IN WITNESS WHEREOF, the Parties have caused this Amendment No. 5 to be duly executed by and through their respective authorized representatives.

California Independent System Operator Corporation

— Docusigned by: Eric Schmitt
0971A84CB55B4B8 Eric Schmitt
VP, Operations
1/7/2020
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Nevada Power Company, d/b/a NV Energy

	Docusigned by: Scan Berryman 0E8876EDA58142C
Name:	Sean Berryman
Title:	Director, Grid Operations and Reliability
Date:	4/7/2020



Schedule A

ADJACENT BALANCING AUTHORITY INTERCONNECTION POINTS

[Sections 5.1, 5.2 and 6.2]

1. The point(s) of interconnection of the Parties' Balancing Authority Areas are defined by the following:

The interconnections between the CAISO and NEVP are comprised of nine (9) interties described below:

Mohave – Laughlin 500 kV Intertie

The Mohave – Laughlin 500 kV Intertie is used to supply the energy needs of NEVP's isolated load located in the general vicinity of Laughlin, Nevada. The Mohave – Laughlin 500 kV Intertie consists of the NEVP-owned Laughlin-Mohave No.1 and No.2 500 kV transmission lines (the "Laughlin - Mohave 500 kV transmission lines") between the jointly owned Mohave 500 kV Switchyard¹ and NEVP's Laughlin Substation, all located in Laughlin, Nevada.

CAISO Terminal: Mohave 500 kV Switchyard

Participating Transmission Owner: Southern California Edison Company

("SCE")

NEVP Terminal: Laughlin Substation

Point of Interconnection: The East and West bus sides of the

disconnect switches for switchyard positions 5 and 6 in the Mohave 500 kV

Switchyard.

Voltage: 500 kV

¹ The Mohave 500 kV Switchyard is a component of the Eldorado System which also consists of the Eldorado Substation, the Eldorado – Mohave 500 kV line and the Eldorado – Mead No. 1 and No. 2 220 kV lines. The Eldorado System is jointly owned by LADWP, NEVP, and SCE. SCE is the Operating Agent for the Eldorado System which is entirely within the metered boundary of the CAISO Balancing Authority Area.



CAISO/SCE Switching Responsibility:

SCE has sole operational and maintenance responsibility for all facilities inside the Mohave 500 kV Switchyard. SCE will coordinate with NEVP all operating and maintenance activity on the portions of NEVP's Laughlin-Mohave No.1 and No. 2 500 kV lines that are inside the Mohave 500 kV Switchyard. SCE's Eldorado Switching Center, as approved by the CAISO, will direct all switching at the Mohave 500 kV Switchyard for the Laughlin - Mohave 500 kV transmission lines in coordination with the NEVP Transmission Operator.

NEVP Switching Responsibility:

The NEVP Transmission Operator will direct all switching at the Laughlin 500/69 kV Substation for the Laughlin - Mohave 500 kV transmission lines, including the transformer 500 kV disconnects, in coordination with SCE's Eldorado Switching Center.

Operational and Maintenance Responsibility:

The NEVP Transmission Operator has operational and maintenance responsibility for the portions of the Laughlin - Mohave 500 kV transmission lines outside the Mohave 500 kV Switchyard fence to the Laughlin Substation. The NEVP Transmission Operator has operational and maintenance responsibility for the Laughlin 500/69 kV Substation, including the transformer 500 kV jack bus and disconnects.

Eldorado 220 kV Intertie

The termination facilities for the NEVP-owned Eldorado - Magnolia and Eldorado - NSO 230 kV transmission lines are contained in a breaker-and-a-half configuration within the jointly-owned Eldorado Substation 220 kV Switchyard position 3.

CAISO Terminal: Eldorado 220 kV North and South busses

Participating Transmission Owner: SCE

NEVP Terminals: NSO 230 kV switchyard and Magnolia 230

kV switchyard.

Points of Interconnection: The North bus side of disconnect switch

4032 and the South bus side of disconnect switch 6032 in switchyard position 3 in the jointly-owned Eldorado 220 kV Switchyard.

Voltage: 220 kV



Eldorado - NSO 230 kV Line

The Eldorado - NSO 230 kV line connects NEVP's NSO switchyard with the jointly owned Eldorado 220 kV Switchyard.

Operational and Maintenance Responsibility:

SCE's Eldorado Switching Center has operational and maintenance responsibility for all facilities inside the Eldorado Substation. SCE will coordinate with NEVP all operation and maintenance activity on the Eldorado - NSO 230 kV line from position 3 in the Eldorado 220 kV Switchyard up to the connection to the first transmission structure for the Eldorado-NSO 230 kV line outside of the Eldorado Substation fence ("Structure No. X25962").

NEVP will have operational and maintenance responsibility for the Eldorado - NSO 230 kV line from NSO Substation up to, and including Structure No. X25962.

Eldorado - Magnolia 230 kV Line

The Eldorado - Magnolia 230 kV line connects the jointly owned Eldorado 220 kV Switchyard with NEVP's Magnolia Substation.

Operational and Maintenance Responsibility:

SCE's Eldorado Switching Center has operational and maintenance responsibility for all facilities inside the Eldorado Substation. SCE will coordinate with NEVP all operation and maintenance activity on the Eldorado - Magnolia 230 kV line from position 3 in the Eldorado 220 kV Switchyard up to the connection to the first transmission structure for the Eldorado-Magnolia 230 kV line outside of the Eldorado Substation fence ("Structure No. X25961").

NEVP will have operational and maintenance responsibility for the Eldorado - Magnolia 230 kV line from Magnolia Substation up to and including Structure No. X25961.

Amargosa – Sandy Valley 138 kV Intertie

Valley Electric Association's ("VEA") Amargosa – Sandy Valley 138 kV transmission line connects Western Area Power Administration's ("Western") Amargosa Substation with VEA's Sandy Valley Substation.

The Amargosa Substation is owned by Western.



ADJACENT BALANCING AUTHORITY OPERATING AGREEMENT

CAISO Terminal: Sandy Valley Substation

Participating Transmission Owner: VEA

NEVP Terminal: Amargosa Substation

Point of Interconnection: The first dead-end structure outside the

Amargosa Substation fence.

Voltage: 138 kV

Switching Responsibility:

Western will coordinate with the VEA Transmission Operator and the CAISO Transmission Operator for all switching at the Amargosa Substation for the Amargosa – Sandy Valley 138 kV transmission line. Western will also coordinate with NEVP on such switching.

Operational and Maintenance Responsibility:

VEA has operational and maintenance responsibility for the Amargosa – Sandy Valley138 kV transmission line from the connection to the respective A-frame structure in the applicable bay position in the Amargosa Substation to the Sandy Substation.

Northwest – Desert View 230 kV Intertie¹

GridLiance West Transco LLC² ("GridLiance West") Northwest – Desert View 230 kV transmission line connects NEVP's Northwest Substation to GridLiance West's Desert View Substation.

CAISO Terminal: Desert View Switch Station

Participating Transmission Owner: GridLiance West

NevP Terminal: Northwest Substation

Point of Interconnection: The first dead-end structure outside the

Northwest Substation fence.

Voltage: 230 kV

NEVP Switching Responsibility:

The NEVP Transmission Operator will direct all switching at the Northwest Substation for the Northwest – Desert View 230 kV transmission line.

¹ For the Northwest-Desert View 230kV intertie, GridLiance West is the Transmission Owner(TO), while VEA is the Transmission Operator(TOP) and Transmission Planner(TP). Co-ordination for emergency assistance at an intertie is with the TP

² On August 17, 2017, under Docket No. EC17-49-000, FERC issued an order authorizing the acquisition of certain transmission assets of VEA by GridLiance West. As a result, GridLiance West will be the Transmission Owner for Northwest – Desert View 230kV transmission line.



Operational and Maintenance Responsibility:

GridLiance West has operational and maintenance responsibility for the Northwest – Desert View 230 kV transmission line from the Point of Interconnection at the Northwest Substation to the Desert View Substation.

Jackass Flats 138 kV Intertie

The Department of Energy ("DOE") owns the Jackass Flats Substation and the Mercury Switching Center. NEVP owns the 138 kV line between the Mercury Switching Center and the Jackass Flats Substation. NEVP shall retain its transmission rights and the right to unimpeded bi-directional access between its transmission system and the Jackass Flats 138 kV bus without necessitating transfer(s) through any portion of the CAISO Balancing Authority Area regardless of the actual physical configuration of the line terminals at the bus. The CAISO shall have unimpeded bi-directional access between the CAISO Controlled Grid and the Jackass Flats 138 kV bus without necessitating transfer(s) through any portion of the NEVP Balancing Authority Area regardless of the actual physical configuration of the line terminals at the bus.

CAISO Terminal: Jackass Flats Substation

Participating Transmission Owner: VEA

NEVP Terminal: Jackass Flats Substation

Point of Interconnection: The Jackass Flats 138 kV bus

Voltage: 138 kV

Metered Interchange Segment: Jackass Flats – Mercury 138 kV line

Metered End: Jackass Flats Substation

The diagram at the end of this Section 1 shows the point of interconnection of the Parties' Balancing Authority Areas for the Jackass Flats 138 kV Intertie.

Mercury Switching Center 138 kV Intertie

The DOE owns the Mercury Switching Center and the Jackass Flats Substation. NEVP owns the 138 kV line between the Mercury Switching Center and the Jackass Flats Substation. NEVP shall retain its transmission rights and the right to unimpeded bi-directional access over its Jackass Flats – Mercury Switching Center 138 kV transmission line to its transmission system through the Mercury Switching Center 138 kV bus without necessitating transfer(s) through any portion of the

² The Jackass Flats Substation and the Mercury Switching Center also serve as end points of a 138 kV loop of transmission facilities owned by DOE.



CAISO Balancing Authority Area regardless of the actual physical configuration of the line terminals at the bus. The CAISO shall have unimpeded bi-directional access between the CAISO Controlled Grid and the Mercury Switching Center 138 kV bus without necessitating transfer(s) through any portion of the NEVP Balancing Authority Area regardless of the actual physical configuration of the line terminals at the bus.

CAISO Terminal: Mercury Switching Center

Participating Transmission Owner: VEA

NEVP Terminal: Mercury Switching Center

Point of Interconnection: The Mercury Switching Center 138 kV bus

Voltage: 138 kV

Metered Interchange Segments: Mercury Switching Center – Mercury

Distribution 138 kV line

Mercury Switching Center – Innovation 138

kV line

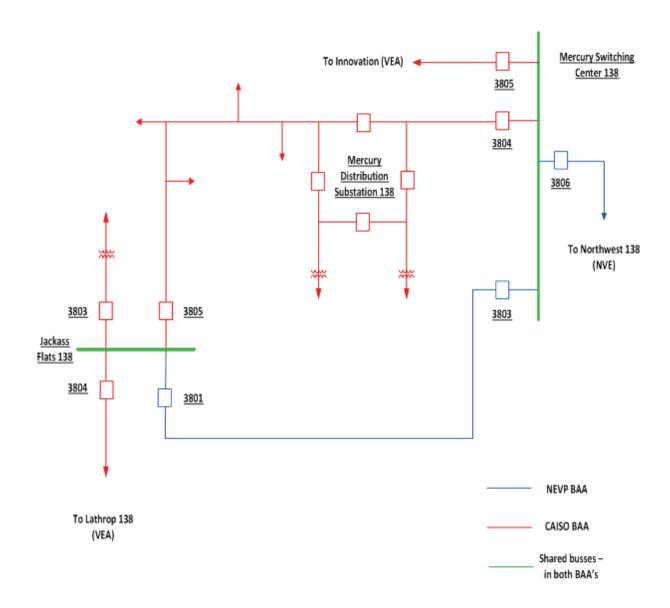
Metered End: Mercury Switching Center

The diagram at the end of this Section 1 shows the point of interconnection of the Parties' Balancing Authority Areas at the Mercury Switching Center.

[One line diagram on following page]



ONE LINE DIAGRAM OF FACILITIES AT THE NEVADA NATIONAL SECURITY SITE





PG&E Summit Intertie:

Drum / Summit / North Truckee #1 115kV Line

This 115 kV Line connects Pacific Gas and Electric's ("PG&E") Drum Substation to NEVP's North Truckee Substation. Summit Meter Station is the interconnection metering point of the line located west of Truckee and is the interconnection point, since it also marks the change of jurisdiction.

CAISO Terminal: Drum Flats Substation

Participating Transmission Owner: PG&E

NEVP Terminal: North Truckee Substation

Point of Interconnection: Summit Meter Station

Voltage: 115 kV

Metered Interchange Segment: Summit Meter Station

Metered End: Summit Meter Station

Drum / Summit /California Sub #2 115kV Line

This 115 kV Line connects PG&E's Drum Substation to NEVP's California Substation. Summit Meter Station is also the metering point for this line.

CAISO Terminal: Drum Flats Substation

Participating Transmission Owner: PG&E

NEVP Terminal: California Substation

Point of Interconnection: Summit Meter Station

Voltage: 115 kV

Metered Interchange Segment: Summit Meter Station

Metered End: Summit Meter Station

Spaulding / Summit / Truckee 60 kV line

This 60 kV Line connects PG&E's Spaulding Substation to NEVP's Truckee Substation. Summit Meter Station is also the metering point for this line.

CAISO Terminal: Spaulding

Participating Transmission Owner: PG&E

NEVP Terminal: Truckee Substation



Point of Interconnection: Summit Meter Station

Voltage: 60 kV

Metered Interchange Segment: Summit Meter Station

Metered End: Summit Meter Station

SCE Control / Silver Peak Intertie:

The California-Nevada state border is considered the point of Interconnection between the CAISO and NEVP where SCE is the Participating Transmission Owner. Two (2) 55 kV lines make up this interconnection point. Responsibility for lines and equipment is defined in the following statements. Refer to the attached drawing (note that NEVP uses number system for line identification).

Control / Silver Peak A 55 kV Line

CAISO Terminal: Control Substation

Participating Transmission Owner: SCE

NEVP Terminal: Silver Peak Substation

Point of Interconnection: California – Nevada border

Voltage: 55 kV

Control / Silver Peak C 55 kV Line

CAISO Terminal: Control Substation

Participating Transmission Owner: SCE

NEVP Terminal: Silver Peak Substation

Point of Interconnection: California – Nevada border

Voltage: 55 kV

Plumas Sierra Marble Intertie

CAISO and NEVP intertie is where the Plumas Sierra 69 kV grid interconnects to the NEVP 60 kV grid at the Marble Substation through the Plumas Sierra Marble 69/60 kV transformer. The intertie is on the 60 kV side of the transformer and is the location of the metering between the CAISO and NEVP Balancing Authority Areas.



Marble Substation 69/60 kV transformer

CAISO Terminal: Marble Substation 69kV

CAISO Terminal Owner: Plumas Sierra

NEVP Terminal: Marble Substation 60kV

Point of Interconnection: Marble Substation 60kV

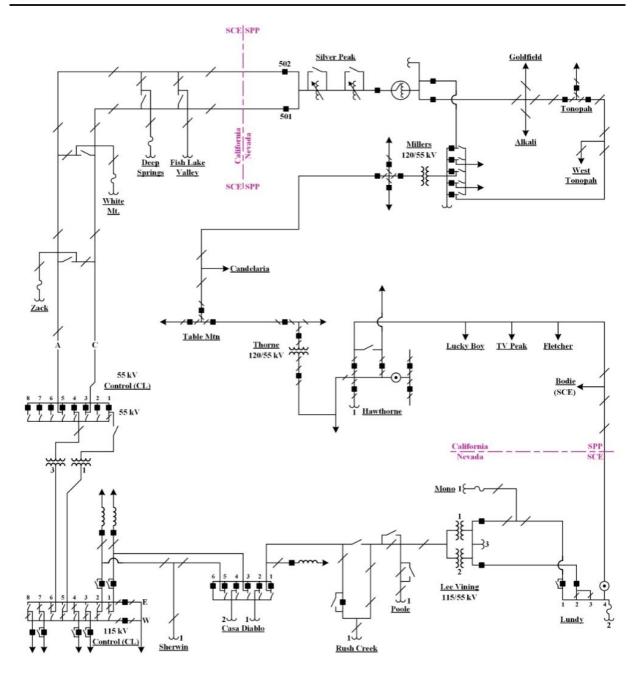
Voltage: 60 kV

Metered End: located at the NEVP side of the

substation.

[Diagram on following page]







Harry Allen - Eldorado Intertie

CAISO and NEVP intertie is where the Harry Allen-Eldorado 500 kV transmission line interconnects to the NEVP Harry Allen Substation and is the location of the metering between the CAISO and NEVP Balancing Authority Areas.

Harry Allen Substation

CAISO Terminal: Eldorado Substation 500 kV

CAISO Terminal Owner: Eldorado Co-Owners, SCE operating

agent

NEVP Terminal: Harry Allen Substation 500 kV

Point of Interconnection: Harry Allen Substation 500 kV

Voltage: 500 kV

Metered End: Harry Allen Substation.

Participating Transmission Owner: DesertLink, LLC ("DSL")

CAISO/SCE Switching Responsibility:

The Eldorado 500 kV Substation is a component of the Eldorado System. The Eldorado System is jointly owned by LADWP, NEVP, and SCE. SCE is the Operating Agent for the Eldorado System which is entirely within the metered boundary of the CAISO Balancing Authority Area.

SCE's Eldorado Switching Center, as approved by the CAISO, will direct all switching at the Eldorado 500 kV Substation for the Harry Allen – Eldorado 500 kV transmission line in coordination with NEVP as the Transmission Operator for DSL.

NEVP Switching Responsibility:

The NEVP Transmission Operator will direct all switching at the Harry Allen Substation and the series capacitor located at the Crystal Substation for the Harry Allen-Eldorado 500 kV transmission line.

Operational and Maintenance Responsibility:

SCE has sole operational and maintenance responsibility for all facilities inside the Eldorado Substation. SCE will coordinate with NEVP on all operating and maintenance activity it performs on the interconnection facilities associated with the Harry Allen – Eldorado 500 kV line.



ADJACENT BALANCING AUTHORITY OPERATING AGREEMENT

DSL, as the Participating Transmission Owner under the CAISO tariff has operational and maintenance responsibility for the Harry Allen-Eldorado 500 kV transmission line from the Point of Change of Ownership (as defined in the Harry Allen-Eldorado Project Transmission Interconnection Agreement, dated as of September 4, 2018, between DSL and NEVP, as amended from time to time) near the Harry Allen Substation to the Point of Change of Ownership (as defined in the Agreement for Interconnection of the Eldorado – Harry Allen 500 kV Transmission Line to the Eldorado 500 kV Switchyard, dated as of October 23, 2018, among DSL, NEVP, SCE, and LADWP, as amended from time to time) near the Eldorado Substation. DSL may delegate such operational and maintenance responsibility from time to time, and has delegated such responsibility to NEVP pursuant to the First Amended and Restated Operation and Maintenance Agreement, dated as of November 19, 2019, between DSL and NEVP (as amended from time to time). NEVP will notify CAISO (in coordination with DSL) of any change in such responsibility that would affect obligations under this Agreement.



ADJACENT BALANCING AUTHORITY OPERATING AGREEMENT

2. REVENUE METERING AND TELEMETRY AT INTERCONNECTION POINTS

NEVP and CAISO currently use the WECC Interchange Tool (WIT) to perform metering function at the identified interconnection points in Appendix A, for purposes of Settlement between the two Parties.

NEVP and the CAISO shall maintain arrangements that ensure that both Parties shall have access to the same real-time data from the interconnection points identified in this Schedule A between their Balancing Authority Areas for the purpose of complying with NERC reliability standards, specifically, Standards BAL-005 and BAL-006. The Parties understand that each Party wants to obtain MW and MVAR data from interconnection metering, which may include RTUs, at the interconnection points identified in this Schedule A between their Balancing Authority Areas. Parties agree to allow each other to directly poll real-time data from metering at such interconnection points under the other Party's operational control as a Balancing Authority. In the event that a second communication port of a RTU is not available for direct polling by a Party, the Party shall have the option to provide a RTU to the substation owner for the purpose of establishing a communication port available for direct polling by such Party. The Parties may mutually agree to provide interconnection point data via Inter-Company Communications Protocol ("ICCP") or its successor protocol. In the event that a Party supplies ICCP data to the other Party, the supplying Party shall have no obligation to manipulate or perform conditioning of any such data for the convenience of the receiving Party.

This Schedule A shall remain in effect until it is superseded by mutual written agreement by the Parties or is terminated, either by written notice from an individual Party or by written consent by both Parties, in accordance with Section 2.1 of the Agreement.

Attachment B – Clean Version of the ABAOA as Revised by the Amendment

Adjacent Balancing Authority Operating Agreement with Nevada Power

Company and Request for Waiver of Notice Requirement

California Independent System Operator Corporation

April 8, 2020

ADJACENT BALANCING AUTHORITY OPERATING AGREEMENT

Executed by

NEVADA POWER COMPANY

and

CALIFORNIA INDEPENDENT SYSTEM OPERATOR CORPORATION

This Adjacent Balancing Authority Operating Agreement, ("Agreement") dated as of _______, 2012, is between NEVADA POWER COMPANY ("NEVP"), doing business as NV Energy, having its registered and principal executive office at 6226 West Sahara Avenue, Las Vegas, Nevada 89146, and the CALIFORNIA INDEPENDENT SYSTEM OPERATOR CORPORATION ("CAISO"), a California nonprofit public benefit corporation having a principal executive office located at 250 Outcropping Way, Folsom, California 95630. Each is referred to herein as a "Party" and collectively as the "Parties."

Recitals

- A. Each Party is a member of the Western Electricity Coordinating Council ("WECC"), an organization whose members are located in the Western Interconnection as defined in the WECC Bylaws and is registered with WECC as a Balancing Authority pursuant to the North American Electric Reliability Corporation ("NERC") Reliability Functional Model and Registry Criteria.
- B. Federal Energy Regulatory Commission ("FERC") approved mandatory NERC Reliability Standards for the Bulk-Power Systems of North America include Standard EOP-001, later amended and combined with other NERC Reliability Standards into EOP-011, which provides that each Balancing Authority is required to develop, maintain, and implement a set of plans to mitigate operating emergencies and to coordinate such plans with other Balancing Authorities. The execution of operating agreements between Adjacent Balancing Authorities that at a minimum contain provisions for emergency assistance, including provisions to obtain emergency assistance from remote Balancing Authorities, is a requirement of the restoration plans reviewed and approved by the Reliability Coordinator.
- C. The Parties are Adjacent Balancing Authorities by virtue of their transmission systems being interconnected at one or more points. The CAISO has responsibilities as a Balancing Authority and operates the CAISO Balancing Authority Area. NEVP has responsibilities as a Balancing Authority and operates the NEVP Balancing Authority Area.

D. The Parties intend by this Agreement to identify each Party's responsibilities to the other under the requirements of Standard EOP-011 by recognizing the continuing commitment of each Party to the other to cooperate to mitigate operating emergencies.

Therefore, the Parties mutually agree as follows:

1. Definitions

1.1 NERC Definitions: Except as defined in Section 1.2 or as otherwise defined in this Agreement, terms and expressions used in this Agreement shall have the same meanings as those contained in the NERC Glossary of Terms Used in Reliability Standards.

1.2 Specific Definitions:

- 1.2.1 CAISO Tariff: CAISO operating agreement and tariff as amended from time to time.
- 1.2.2 EOP-011: Emergency Operations Planning Standard EOP-011, as it may be modified from time to time.
- 1.2.3 Scheduling Coordinator: An entity certified by the CAISO for the purposes of undertaking the functions of: submitting bids and self-schedules for energy, generation, transmission losses, and ancillary services; coordinating generation; tracking, billing, and settling trades with other Scheduling Coordinators; submitting forecast information; paying the CAISO's charges; and ensuring compliance with CAISO protocols.

2. Term and Termination

2.1 This Agreement shall be effective on the date this Agreement is accepted for filing and made effective by FERC pursuant to a filing with FERC by the CAISO (the "Effective Date") without any material modification or condition that is unacceptable to either Party in that Party's sole discretion. If any material modification or condition is ordered by FERC that is unacceptable to a Party, such Party shall communicate its lack of consent to such modification or condition to the other Party within ten (10) business days after the date on which FERC issues its order, and the Parties shall use best efforts to negotiate mutually acceptable revisions to this Agreement to address the modification or condition. Upon the occurrence of the Effective Date, this Agreement shall remain in effect until terminated by either Party upon thirty (30) days advance written notice to the other Party or upon written consent of both Parties. The CAISO shall file a notice of termination with FERC as soon as practicable but no later than thirty (30) days after its issuance or receipt of such advance written notice of termination or the date of the Parties' written consent. Termination will be

effective upon acceptance of the notice of termination by FERC.

3. Responsibilities of the Parties

- 3.1 The Parties agree to cooperate to mitigate any operating emergencies by adhering to: (1) the mandatory NERC Reliability Standards and WECC Regional Reliability Standards which relate to emergency operations, as may be amended from time to time, and (2) the directives of the applicable WECC Reliability Coordinator ("Reliability Coordinator").
- 3.2 Each Party further agrees that it shall develop, maintain, implement, and annually review and update its emergency plans to mitigate operating emergencies and shall share and coordinate such plans with the other Party as required by EOP-011.
- 3.3 To the extent possible, and in accordance with NERC mandatory Reliability Standards, each Party ("Delivering Party") shall assist the other Party ("Receiving Party") in an operating emergency by delivering emergency assistance to the requesting Receiving Party, from such Delivering Party's Balancing Authority Area or from other remote Balancing Authorities over available transmission capacity, in accordance with Schedule B to this Agreement. Arrangements for deliveries of emergency energy transfers shall be through normal operating channels in accordance with EOP-001 CAISO operating procedures. Such emergency assistance shall be provided at the sole discretion of the entity supplying it and shall be recallable without advance notice as required to meet reliability requirements.
- 3.4 NOT USED
- 3.5 NOT USED

4. Coordination and Communication

- 4.1 In the event of an operating emergency that affects or may affect the reliable operation of interconnected transmission facilities, each Party shall coordinate its actions with the other Party, as such Party deems necessary or as directed by the appropriate Reliability Coordinator(s), to preserve or restore the interconnected transmission system to stable operations and to preserve or restore reliable, safe, and efficient service as quickly as practicable. The Parties shall, without delay, individually notify the appropriate Reliability Coordinator(s) as to the nature and extent of the operating emergency.
- 4.2 Each Party operates and maintains a 24-hour, 7-day control center with real-time scheduling and control functions. The appropriate control center staff shall be responsible for operational communications and shall have sufficient authority to commit and bind that Party on decisions relating to emergency operations. The

Parties agree to exchange operational contact information for ensuring reliable communication in a format to be agreed to by the Parties and completed within thirty (30) days of the Effective Date of this Agreement.

5. Interconnection Points

- 5.1 The Parties are adjacent Balancing Authorities and are interconnected at the points specified in Schedule A to this Agreement and subject to the conditions set forth therein. In the event that new interconnection points are added, or existing points are modified or eliminated, Schedule A will be amended as necessary to reflect any such changes that are mutually agreed upon by both Parties in a written agreement.
- 5.2 Schedule A is included for the sole purpose of identifying those interconnection points that result in the Parties being adjacent Balancing Authorities. This Agreement is not intended to act as an interconnection agreement between the Parties.

6. Miscellaneous Provisions

- 6.1 Exchange of Information and Confidentiality: When a Party ("Providing Party") provides information to the other Party ("Receiving Party") under this Agreement and marks such information as privileged or confidential commercial or financial information, critical energy infrastructure information, or trade secret information, the Receiving Party shall treat such information as confidential and protected from disclosure to the extent permitted by law. The Receiving Party shall promptly notify the Providing Party in writing of any request to release such information. The Parties agree to use such information only for purposes of performing each Party's obligations under this Agreement. The provisions of this Section 6.1 shall survive the termination of this Agreement.
- 6.2 Amendments: With the exception of Schedule C, which does not require an amendment, the remainder of the Agreement may be modified from time to time by the mutual agreement of the Parties through an amendment. In the event the mandatory NERC Reliability Standards including EOP 011 are revised or replaced, the Parties shall meet within sixty (60) days of the implementation date of the revised standard to discuss and determine whether such change will affect the terms and conditions of this Agreement and whether a modification or replacement of the Agreement is needed. Amendments that are subject to FERC approval shall not take effect until FERC has accepted such amendment for filing and has made it effective without any material modification or condition that is unacceptable to either Party in that Party's sole discretion. If any material modification or condition is ordered by FERC that is unacceptable to a Party, such Party shall communicate its lack of consent to such modification or condition to the other Party within ten (10) business days after the date on which FERC issues its order, and the Parties shall use best efforts to negotiate mutually

acceptable revisions to this Agreement to address the modification or condition. Nothing contained herein shall be construed as affecting in any way the right of the Parties to unilaterally make application to FERC for a change in the rates, terms and conditions of this Agreement under Section 205 of the Federal Power Act (FPA) and pursuant to FERC's rules and regulations promulgated thereunder; provided that each Party shall have the right to protest any such filing by the other Party and to participate fully in any proceeding before FERC in which such modifications may be considered. Nothing in this Agreement shall limit the rights of the Parties or of FERC under Sections 205 and 206 of the FPA and FERC's rules and regulations thereunder, except to the extent that the Parties otherwise mutually agree as provided herein.

- 6.3 Assignment and Successors: Neither this Agreement nor any rights or responsibilities under this Agreement may be assigned by either Party to a third party without the written consent of the other Party, and such consent will not be unreasonably delayed, conditioned, or withheld. Subject to the preceding sentence, this Agreement is binding upon and will inure to the benefit of the Parties and their successors in interest.
- Notices: Any notice, demand, or request which may be given to or made upon either Party regarding this Agreement shall be made in writing and shall be deemed properly served, given, or made: (a) upon delivery if delivered in person; (b) five (5) days after deposit in the mail if sent by first class United States mail, postage prepaid; (c) upon receipt of confirmation by return facsimile if sent by facsimile; or (d) upon delivery if delivered by prepaid commercial courier service. A Party must update the information in Schedule C of this Agreement relating to its address as that information changes. Such updates to Schedule C shall not constitute an amendment to this Agreement.
- 6.5 Governing Law and Forum: This Agreement shall be deemed to be a contract made under and for all purposes shall be governed by and construed in accordance with the laws of the State of California, except that if a dispute concerns the operation of transmission lines or facilities, the law of the state where the transmission lines or facilities are located will control. The Parties irrevocably consent that any legal action or proceeding arising under or relating to this Agreement shall be brought in any of the following forums, as appropriate: (i) a court of the State of California or any federal court of the United States of America located in the State of California for all disputes under this Agreement except any disputes concerning transmission lines or facilities located in the State of Nevada or disputes determined to be FERC jurisdictional; (ii) a court of the State of Nevada or any federal court of the United States of America located in the State of Nevada if the dispute concerns transmission lines or facilities located in the State of Nevada; or (iii) where subject to its jurisdiction, before FERC. No provision of this Agreement shall be deemed to waive the right of any Party to protest, or challenge in any manner, whether this Agreement, or any action or proceeding arising under or relating to this Agreement, is subject to the

jurisdiction of FERC.

- No Warranties or Representations; Disclaimer: All information, including confidential information, provided by the Providing Party under this Agreement carries no warranty or representation of any kind, either express or implied. The Receiving Party receives the information "as is" and with all faults, errors, defects, inaccuracies, and omissions. The Providing Party makes no representations or warranties whatsoever with respect to the availability, timeliness, accuracy, reliability, or suitability of any information. The Receiving Party disclaims and waives all rights and remedies that it may otherwise have with respect to all warranties and liabilities of the Providing Party, expressed or implied, arising by law or otherwise, with respect to any faults, errors, defects, inaccuracies or omissions in, or availability, timeliness, reliability, or suitability of the information. Each Party assumes any and all risk and responsibility for selection and use of, and reliance on, any information provided under this Agreement.
- 6.7 Liability: The Parties' duties and standard of care with respect to each other, and the benefits and rights conferred on each other, shall be no greater than as explicitly stated herein. Neither Party, its directors, officers, employees, nor agents, shall be liable to the other Party for any loss, damage, claim, cost, charge, or expense, whether direct, indirect, or consequential, arising from the Party's performance or nonperformance under this Agreement, except for a Party's gross negligence or willful misconduct subject to applicable law. Except as otherwise expressly provided herein, nothing in this Agreement shall be construed or deemed to confer any right or benefit on, or to create any duty to, or standard of care with reference to any third party, or any liability or obligation, contractual or otherwise, on the part of either Party.
- 6.8 Waivers: Any waiver at any time by either Party of its rights with respect to any default under this Agreement, or with respect to any other matter arising in connection with this Agreement, shall not constitute or be deemed a waiver with respect to any subsequent default or matter arising in connection with this Agreement. Any delay short of the statutory period of limitations, in asserting or enforcing any right under this Agreement, shall not constitute or be deemed a waiver of such right.
- 6.9 Authority: Each individual signing this Agreement certifies that the Party represented has duly authorized such individual to sign, bind, and obligate such Party.

Accepted and agreed to by:

California Independent System Operator Corporation

By:
Name: Eric Schmitt
Title: VP, Operations
Date:
Nevada Power Company, d/b/a NV Energy
By:
By:

Schedule A

ADJACENT BALANCING AUTHORITY INTERCONNECTION POINTS

[Sections 5.1, 5.2 and 6.2]

1. The point(s) of interconnection of the Parties' Balancing Authority Areas are defined by the following:

The interconnections between the CAISO and NEVP are comprised of nine (9) interties described below:

Mohave - Laughlin 500 kV Intertie

The Mohave - Laughlin 500 kV Intertie is used to supply the energy needs of NEVP's isolated load located in the general vicinity of Laughlin, Nevada. The Mohave - Laughlin 500 kV Intertie consists of the NEVP-owned Laughlin-Mohave No.1 and No.2 500 kV transmission lines (the "Laughlin - Mohave 500 kV transmission lines") between the jointly owned Mohave 500 kV Switchyard¹ and NEVP's Laughlin Substation, all located in Laughlin, Nevada.

CAISO Terminal: Mohave 500 kV Switchyard

Participating Transmission Owner: Southern California Edison Company

("SCE")

NEVP Terminal: Laughlin Substation

Point of Interconnection: The East and West bus sides of the

disconnect switches for switchyard positions 5 and 6 in the Mohave 500 kV

Switchyard.

Voltage: 500 kV

¹ The Mohave 500 kV Switchyard is a component of the Eldorado System which also consists of the Eldorado Substation, the Eldorado - Mohave 500 kV line and the Eldorado - Mead No. 1 and No. 2 220 kV lines. The Eldorado System is jointly owned by LADWP, NEVP, and SCE. SCE is the Operating Agent for the Eldorado System which is entirely within the metered boundary of the CAISO Balancing Authority Area.

CAISO/SCE Switching Responsibility:

SCE has sole operational and maintenance responsibility for all facilities inside the Mohave 500 kV Switchyard. SCE will coordinate with NEVP all operating and maintenance activity on the portions of NEVP's Laughlin-Mohave No.1 and No. 2 500 kV lines that are inside the Mohave 500 kV Switchyard. SCE's Eldorado Switching Center, as approved by the CAISO, will direct all switching at the Mohave 500 kV Switchyard for the Laughlin - Mohave 500 kV transmission lines in coordination with the NEVP Transmission Operator.

NEVP Switching Responsibility:

The NEVP Transmission Operator will direct all switching at the Laughlin 500/69 kV Substation for the Laughlin - Mohave 500 kV transmission lines, including the transformer 500 kV disconnects, in coordination with SCE's Eldorado Switching Center.

Operational and Maintenance Responsibility:

The NEVP Transmission Operator has operational and maintenance responsibility for the portions of the Laughlin - Mohave 500 kV transmission lines outside the Mohave 500 kV Switchyard fence to the Laughlin Substation. The NEVP Transmission Operator has operational and maintenance responsibility for the Laughlin 500/69 kV Substation, including the transformer 500 kV jack bus and disconnects.

Eldorado 220 kV Intertie

The termination facilities for the NEVP-owned Eldorado - Magnolia and Eldorado - NSO 230 kV transmission lines are contained in a breaker-and-a-half configuration within the jointly-owned Eldorado Substation 220 kV Switchyard position 3.

CAISO Terminal: Eldorado 220 kV North and South busses

Participating Transmission Owner: SCE

NEVP Terminals: NSO 230 kV switchyard and Magnolia 230

kV switchyard.

Points of Interconnection: The North bus side of disconnect switch

4032 and the South bus side of disconnect switch 6032 in switchyard position 3 in the jointly-owned Eldorado 220 kV Switchyard.

Voltage: 220 kV

Eldorado - NSO 230 kV Line

The Eldorado - NSO 230 kV line connects NEVP's NSO switchyard with the jointly owned Eldorado 220 kV Switchyard.

Operational and Maintenance Responsibility:

SCE's Eldorado Switching Center has operational and maintenance responsibility for all facilities inside the Eldorado Substation. SCE will coordinate with NEVP all operation and maintenance activity on the Eldorado - NSO 230 kV line from position 3 in the Eldorado 220 kV Switchyard up to the connection to the first transmission structure for the Eldorado-NSO 230 kV line outside of the Eldorado Substation fence ("Structure No. X25962").

NEVP will have operational and maintenance responsibility for the Eldorado - NSO 230 kV line from NSO Substation up to, and including Structure No. X25962.

Eldorado - Magnolia 230 kV Line

The Eldorado - Magnolia 230 kV line connects the jointly owned Eldorado 220 kV Switchyard with NEVP's Magnolia Substation.

Operational and Maintenance Responsibility:

SCE's Eldorado Switching Center has operational and maintenance responsibility for all facilities inside the Eldorado Substation. SCE will coordinate with NEVP all operation and maintenance activity on the Eldorado - Magnolia 230 kV line from position 3 in the Eldorado 220 kV Switchyard up to the connection to the first transmission structure for the Eldorado-Magnolia 230 kV line outside of the Eldorado Substation fence ("Structure No. X25961").

NEVP will have operational and maintenance responsibility for the Eldorado - Magnolia 230 kV line from Magnolia Substation up to and including Structure No. X25961.

Amargosa - Sandy Valley 138 kV Intertie

Valley Electric Association's ("VEA") Amargosa - Sandy Valley 138 kV transmission line connects Western Area Power Administration's ("Western") Amargosa Substation with VEA's Sandy Valley Substation.

The Amargosa Substation is owned by Western.

CAISO Terminal: Sandy Valley Substation

Participating Transmission Owner: VEA

NEVP Terminal: Amargosa Substation

Point of Interconnection: The first dead-end structure outside the

Amargosa Substation fence.

Voltage: 138 kV

Switching Responsibility:

Western will coordinate with the VEA Transmission Operator and the CAISO Transmission Operator for all switching at the Amargosa Substation for the Amargosa - Sandy Valley 138 kV transmission line. Western will also coordinate with NEVP on such switching.

Operational and Maintenance Responsibility:

VEA has operational and maintenance responsibility for the Amargosa - Sandy Valley138 kV transmission line from the connection to the respective A-frame structure in the applicable bay position in the Amargosa Substation to the Sandy Substation.

Northwest - Desert View 230 kV Intertie¹

GridLiance West Transco LLC² ("GridLiance West") Northwest - Desert View 230 kV transmission line connects NEVP's Northwest Substation to GridLiance West's Desert View Substation.

¹ For the Northwest-Desert View 230kV intertie, GridLiance West is the Transmission Owner(TO), while VEA is the Transmission Operator(TOP) and Transmission Planner(TP). Co-ordination for emergency assistance at an intertie is with the TP

² On August 17, 2017, under Docket No. EC17-49-000, FERC issued an order authorizing the acquisition of certain transmission assets of VEA by GridLiance West. As a result, GridLiance West will be the Transmission Owner for Northwest - Desert View 230kV transmission line.

CAISO Terminal: Desert View Switch Station

Participating Transmission Owner: GridLiance West

NEVP Terminal: Northwest Substation

Point of Interconnection: The first dead-end structure outside the

Northwest Substation fence.

Voltage: 230 kV

NEVP Switching Responsibility:

The NEVP Transmission Operator will direct all switching at the Northwest Substation for the Northwest - Desert View 230 kV transmission line.

Operational and Maintenance Responsibility:

GridLiance West has operational and maintenance responsibility for the Northwest - Desert View 230 kV transmission line from the Point of Interconnection at the Northwest Substation to the Desert View Substation.

Jackass Flats 138 kV Intertie

The Department of Energy ("DOE") owns the Jackass Flats Substation and the Mercury Switching Center.² NEVP owns the 138 kV line between the Mercury Switching Center and the Jackass Flats Substation. NEVP shall retain its transmission rights and the right to unimpeded bi-directional access between its transmission system and the Jackass Flats 138 kV bus without necessitating transfer(s) through any portion of the CAISO Balancing Authority Area regardless of the actual physical configuration of the line terminals at the bus. The CAISO shall have unimpeded bi-directional access between the CAISO Controlled Grid and the Jackass Flats 138 kV bus without necessitating transfer(s) through any portion of the NEVP Balancing Authority Area regardless of the actual physical configuration of the line terminals at the bus.

² The Jackass Flats Substation and the Mercury Switching Center also serve as end points of a 138 kV loop of transmission facilities owned by DOE.

CAISO Terminal: Jackass Flats Substation

Participating Transmission Owner: VEA

NEVP Terminal: Jackass Flats Substation

Point of Interconnection: The Jackass Flats 138 kV bus

Voltage: 138 kV

Metered Interchange Segment: Jackass Flats - Mercury 138 kV line

Metered End: Jackass Flats Substation

The diagram at the end of this Section 1 shows the point of interconnection of the Parties' Balancing Authority Areas for the Jackass Flats 138 kV Intertie.

Mercury Switching Center 138 kV Intertie

The DOE owns the Mercury Switching Center and the Jackass Flats Substation. NEVP owns the 138 kV line between the Mercury Switching Center and the Jackass Flats Substation. NEVP shall retain its transmission rights and the right to unimpeded bi-directional access over its Jackass Flats - Mercury Switching Center 138 kV transmission line to its transmission system through the Mercury Switching Center 138 kV bus without necessitating transfer(s) through any portion of the CAISO Balancing Authority Area regardless of the actual physical configuration of the line terminals at the bus. The CAISO shall have unimpeded bi-directional access between the CAISO Controlled Grid and the Mercury Switching Center 138 kV bus without necessitating transfer(s) through any portion of the NEVP Balancing Authority Area regardless of the actual physical configuration of the line terminals at the bus.

CAISO Terminal: Mercury Switching Center

Participating Transmission Owner: VEA

NEVP Terminal: Mercury Switching Center

Point of Interconnection: The Mercury Switching Center 138 kV bus

Voltage: 138 kV

Metered Interchange Segments: Mercury Switching Center - Mercury

Distribution 138 kV line

Mercury Switching Center - Innovation 138

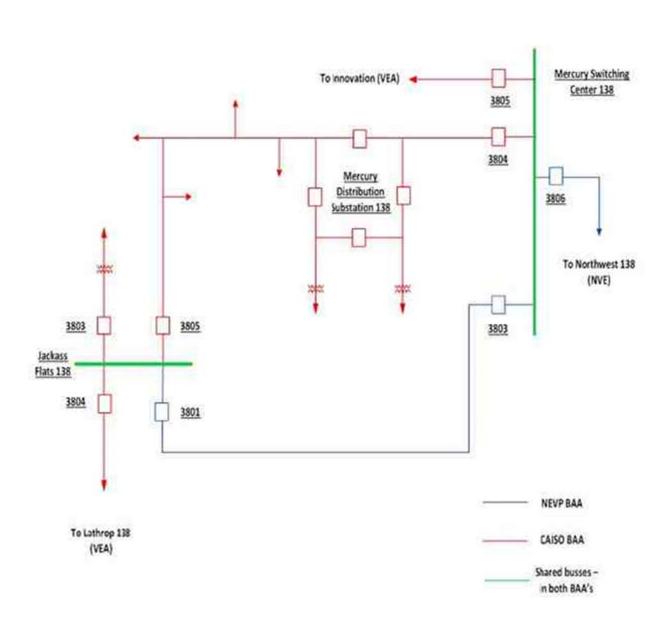
kV line

Metered End: Mercury Switching Center

The diagram at the end of this Section 1 shows the point of interconnection of the Parties' Balancing Authority Areas at the Mercury Switching Center.

[One line diagram on following page]

ONE LINE DIAGRAM OF FACILITIES AT THE NEVADA NATIONAL SECURITY SITE



PG&E Summit Intertie:

Drum / Summit / North Truckee #1 115kV Line

This 115 kV Line connects Pacific Gas and Electric's ("PG&E") Drum Substation to NEVP's North Truckee Substation. Summit Meter Station is the interconnection metering point of the line located west of Truckee and is the interconnection point, since it also marks the change of jurisdiction.

CAISO Terminal: Drum Flats Substation

Participating Transmission Owner: PG&E

NEVP Terminal: North Truckee Substation

Point of Interconnection: Summit Meter Station

Voltage: 115 kV

Metered Interchange Segment: Summit Meter Station

Metered End: Summit Meter Station

Drum / Summit / California Sub #2 115kV Line

This 115 kV Line connects PG&E's Drum Substation to NEVP's California Substation. Summit Meter Station is also the metering point for this line.

CAISO Terminal: Drum Flats Substation

Participating Transmission Owner: PG&E

NEVP Terminal: California Substation

Point of Interconnection: Summit Meter Station

Voltage: 115 kV

Metered Interchange Segment: Summit Meter Station

Metered End: Summit Meter Station

Spaulding / Summit / Truckee 60 kV line

This 60 kV Line connects PG&E's Spaulding Substation to NEVP's Truckee Substation. Summit Meter Station is also the metering point for this line.

CAISO Terminal: Spaulding

Participating Transmission Owner: PG&E

NEVP Terminal: Truckee Substation

Point of Interconnection: Summit Meter Station

Voltage: 60 kV

Metered Interchange Segment: Summit Meter Station

Metered End: Summit Meter Station

SCE Control / Silver Peak Intertie:

The California-Nevada state border is considered the point of Interconnection between the CAISO and NEVP where SCE is the Participating Transmission Owner. Two (2) 55 kV lines make up this interconnection point. Responsibility for lines and equipment is defined in the following statements. Refer to the attached drawing (note that NEVP uses number system for line identification).

Control / Silver Peak A 55 kV Line

CAISO Terminal: Control Substation

Participating Transmission Owner: SCE

NEVP Terminal: Silver Peak Substation

Point of Interconnection: California - Nevada border

Voltage: 55 kV

Control / Silver Peak C 55 kV Line

CAISO Terminal: Control Substation

Participating Transmission Owner: SCE

NEVP Terminal: Silver Peak Substation

Point of Interconnection: California - Nevada border

Voltage: 55 kV

Plumas Sierra Marble Intertie

CAISO and NEVP intertie is where the Plumas Sierra 69 kV grid interconnects to the NEVP 60 kV grid at the Marble Substation through the Plumas Sierra Marble 69/60 kV transformer. The intertie is on the 60 kV side of the transformer and is the location of the metering between the CAISO and NEVP Balancing Authority Areas.

Marble Substation 69/60 kV transformer

CAISO Terminal: Marble Substation 69kV

CAISO Terminal Owner: Plumas Sierra

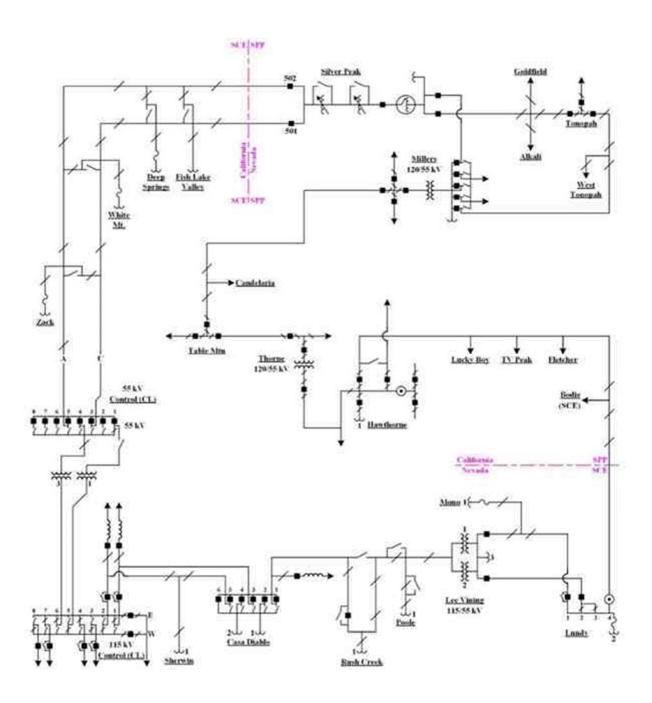
NEVP Terminal: Marble Substation 60kV

Point of Interconnection: Marble Substation 60kV

Voltage: 60 kV

Metered End: located at the NEVP side of the substation.

[Diagram on following page]



Harry Allen - Eldorado Intertie

CAISO and NEVP intertie is where the Harry Allen-Eldorado 500 kV transmission line interconnects to the NEVP Harry Allen Substation and is the location of the metering between the CAISO and NEVP Balancing Authority Areas.

• Harry Allen Substation

CAISO Terminal: Eldorado Substation 500 kV

CAISO Terminal Owner: Eldorado Co-Owners, SCE operating

agent

NEVP Terminal: Harry Allen Substation 500 kV

Point of Interconnection: Harry Allen Substation 500 kV

Voltage: 500 kV

Metered End: Harry Allen Substation.

Participating Transmission Owner: DesertLink, LLC ("DSL")

CAISO/SCE Switching Responsibility:

The Eldorado 500 kV Substation is a component of the Eldorado System. The Eldorado System is jointly owned by LADWP, NEVP, and SCE. SCE is the Operating Agent for the Eldorado System which is entirely within the metered boundary of the CAISO Balancing Authority Area.

SCE's Eldorado Switching Center, as approved by the CAISO, will direct all switching at the Eldorado 500 kV Substation for the Harry Allen – Eldorado 500 kV transmission line in coordination with NEVP as the Transmission Operator for DSL.

NEVP Switching Responsibility:

The NEVP Transmission Operator will direct all switching at the Harry Allen Substation and the series capacitor located at the Crystal Substation for the Harry Allen-Eldorado 500 kV transmission line.

Operational and Maintenance Responsibility:

SCE has sole operational and maintenance responsibility for all facilities inside the Eldorado Substation. SCE will coordinate with NEVP on all operating and maintenance activity it performs on the interconnection facilities associated with the Harry Allen – Eldorado 500 kV line.

DSL, as the Participating Transmission Owner under the CAISO tariff has operational and maintenance responsibility for the Harry Allen-Eldorado 500 kV transmission line from the Point of Change of Ownership (as defined in the Harry Allen-Eldorado Project Transmission Interconnection Agreement, dated as of September 4, 2018, between DSL and NEVP, as amended from time to time) near the Harry Allen Substation to the Point of Change of Ownership (as defined in the Agreement for Interconnection of the Eldorado – Harry Allen 500 kV Transmission Line to the Eldorado 500 kV Switchyard, dated as of October 23, 2018, among DSL, NEVP, SCE, and LADWP, as amended from time to time) near the Eldorado Substation. DSL may delegate such operational and maintenance responsibility from time to time, and has delegated such responsibility to NEVP pursuant to the First Amended and Restated Operation and Maintenance Agreement, dated as of November 19, 2019, between DSL and NEVP (as amended from time to time). NEVP will notify CAISO (in coordination with DSL) of any change in such responsibility that would affect obligations under this Agreement.

2. REVENUE METERING AND TELEMETRY AT INTERCONNECTION POINTS.

NEVP and CAISO currently use the WECC Interchange Tool (WIT) to perform metering function at the identified interconnection points in Appendix A, for purposes of Settlement between the two Parties.

NEVP and the CAISO shall maintain arrangements that ensure that both Parties shall have access to the same real-time data from the interconnection points identified in this Schedule A between their Balancing Authority Areas for the purpose of complying with NERC reliability standards, specifically, Standards BAL-005 and BAL-006. The Parties understand that each Party wants to obtain MW and MVAR data from interconnection metering, which may include RTUs, at the interconnection points identified in this Schedule A between their Balancing Authority Areas. The Parties agree to allow each other to directly poll real-time data from metering at such interconnection points under the other Party's operational control as a Balancing Authority. In the event that a second communication port of a RTU is not available for direct polling by a Party, the Party shall have the option to provide a RTU to the substation owner for the purpose of establishing a communication port available for direct polling by such Party. The Parties may mutually agree to provide interconnection point data via Inter-Company Communications Protocol ("ICCP") or its successor protocol. In the event that a Party supplies ICCP data to the other Party, the supplying Party shall have no obligation to manipulate or perform conditioning of any such data for the convenience of the receiving Party.

This Schedule A shall remain in effect until it is superseded by mutual written agreement by the Parties or is terminated, either by written notice from an individual Party or by written consent by both Parties, in accordance with Section 2.1 of the Agreement.

Schedule B

EMERGENCY CAPACITY AND ENERGY[Sections 3.3 and 6.2]

In accordance with EOP-011-1, the Parties will, to the extent possible, assist each other in an emergency by scheduling energy. Such emergency assistance will be available at the sole discretion of the Party supplying it and will be recallable without advance notice as required to meet reliability requirements. The Parties will agree upon and log MW values, start and end times, ramp rates and times, and integrated values for any emergency assistance provided.

The emergency assistance to be provided by a Party will be for system reliability. Such emergency assistance may be estimated prior to delivery and finalized in the settlement process.

The price paid for CAISO emergency assistance will be at the CAISO market price for the energy and/or capacity sold, plus all applicable charges, as specified in the CAISO Tariff for emergency assistance. Such price may be estimated prior to delivery and finalized in the settlement process. Payment to the CAISO for emergency assistance provided by the CAISO will be made by the Scheduling Coordinator representing NEVP, in accordance with the settlement process, billing cycle, and payment timeline set forth in the CAISO Tariff.

The price paid for NEVP emergency assistance will be at the price specified by NEVP. In the event NEVP does not specify the price for energy or capacity at the time of the request for emergency assistance and no other settlement price is established prior to the delivery of the emergency assistance, the default settlement price shall be the CAISO market price, plus all other applicable charges, as specified or as otherwise established in the CAISO Tariff for emergency assistance. If the default settlement price does not compensate NEVP for the value of the emergency assistance delivered to the CAISO, NEVP shall have the opportunity to justify a higher settlement price in accordance with the CAISO Tariff for emergency assistance. Payment to NEVP for emergency assistance provided by NEVP will be made to the Scheduling Coordinator representing NEVP, in accordance with the settlement process, billing cycle, and payment timeline set forth in the CAISO Tariff.

Nothing in this Agreement shall obligate NEVP to be bound by the CAISO Tariff unless expressly provided for herein.

This Schedule B shall remain in effect until it is superseded by mutual written agreement by the Parties or it is terminated, either by written notice from an individual Party or by written consent by both Parties, in accordance with Section 2.1 of the Agreement.

Schedule C

CONTACTS FOR NOTICES [Sections 6.2 and 6.4]

CAISO:

Name of Primary

Representative: Regulatory Contracts
Address: 250 Outcropping Way
City/State/Zip Code: Folsom, CA 95630

Email Address: RegulatoryContracts@caiso.com

Phone: (916) 351-4400 Fax No.: (916) 608-5063

Name of Alternate

Representative: Mr. Christopher J. Sibley

Title: Manager

Address: 250 Outcropping Way
City/State/Zip Code: Folsom, CA 95630
Email Address: csibley@caiso.com
Phone: (916) 608-7030
Fax No.: (916) 608-7292

NEVP:

Name of Primary

Representative: William Muir

Title: Senior Contracts Specialist Transmission Project

Delivery

Street Address: 7155 Lindell Road - M/S B57SC

City/State/Zip Code: Las Vegas, NV 89118

Email Address: TransmissionPolicy@nvenergy.com

Phone: (702) 402-6646

Name of Alternate

Representative: Kiley Moore

Title: Manager, Transmission Business Services

Street Address: 6100 Neil Road - M/S S3B40

City/State/Zip Code: Reno, NV 89511

Email Address: KLMoore@nvenergy.com

Phone: (775) 834-4802

This Schedule shall remain in effect until superseded by written notice from either of the Parties.

Attachment C – Red-Lined Version of the ABAOA as Revised by the Amendment

Adjacent Balancing Authority Operating Agreement with Nevada Power

Company and Request for Waiver of Notice Requirement

California Independent System Operator Corporation

April 8, 2020

ADJACENT BALANCING AUTHORITY OPERATING AGREEMENT

Executed by

NEVADA POWER COMPANY

and

CALIFORNIA INDEPENDENT SYSTEM OPERATOR CORPORATION

This Adjacent Balancing Authority Operating Agreement, ("Agreement") dated as of _______, 2012, is between NEVADA POWER COMPANY ("NEVP"), doing business as NV Energy, having its registered and principal executive office at 6226 West Sahara Avenue, Las Vegas, Nevada 89146, and the CALIFORNIA INDEPENDENT SYSTEM OPERATOR CORPORATION ("CAISO"), a California nonprofit public benefit corporation having a principal executive office located at 250 Outcropping Way, Folsom, California 95630. Each is referred to herein as a "Party" and collectively as the "Parties."

Recitals

- A. Each Party is a member of the Western Electricity Coordinating Council ("WECC"), an organization whose members are located in the Western Interconnection as defined in the WECC Bylaws and is registered with WECC as a Balancing Authority pursuant to the North American Electric Reliability Corporation ("NERC") Reliability Functional Model and Registry Criteria.
- B. Federal Energy Regulatory Commission ("FERC") approved mandatory NERC Reliability Standards for the Bulk-Power Systems of North America include Standard EOP-001, later amended and combined with other NERC Reliability Standards into EOP-011, which provides that each Balancing Authority is required to develop, maintain, and implement a set of plans to mitigate operating emergencies and to coordinate such plans with other Balancing Authorities. The execution of operating agreements between Adjacent Balancing Authorities that at a minimum contain provisions for emergency assistance, including provisions to obtain emergency assistance from remote Balancing Authorities, is a requirement of the restoration plans reviewed and approved by the Reliability Coordinator.
- C. The Parties are Adjacent Balancing Authorities by virtue of their transmission systems being interconnected at one or more points. The CAISO has responsibilities as a Balancing Authority and operates the CAISO Balancing Authority Area. NEVP has responsibilities as a Balancing Authority and operates the NEVP Balancing Authority Area.

D. The Parties intend by this Agreement to identify each Party's responsibilities to the other under the requirements of Standard EOP-011 by recognizing the continuing commitment of each Party to the other to cooperate to mitigate operating emergencies.

Therefore, the Parties mutually agree as follows:

1. Definitions

1.1 NERC Definitions: Except as defined in Section 1.2 or as otherwise defined in this Agreement, terms and expressions used in this Agreement shall have the same meanings as those contained in the NERC Glossary of Terms Used in Reliability Standards.

1.2 Specific Definitions:

- 1.2.1 CAISO Tariff: CAISO operating agreement and tariff as amended from time to time.
- 1.2.2 EOP-011: Emergency Operations Planning Standard EOP-011, as it may be modified from time to time.
- 1.2.3 Scheduling Coordinator: An entity certified by the CAISO for the purposes of undertaking the functions of: submitting bids and self-schedules for energy, generation, transmission losses, and ancillary services; coordinating generation; tracking, billing, and settling trades with other Scheduling Coordinators; submitting forecast information; paying the CAISO's charges; and ensuring compliance with CAISO protocols.

2. Term and Termination

2.1 This Agreement shall be effective on the date this Agreement is accepted for filing and made effective by FERC pursuant to a filing with FERC by the CAISO (the "Effective Date") without any material modification or condition that is unacceptable to either Party in that Party's sole discretion. If any material modification or condition is ordered by FERC that is unacceptable to a Party, such Party shall communicate its lack of consent to such modification or condition to the other Party within ten (10) business days after the date on which FERC issues its order, and the Parties shall use best efforts to negotiate mutually acceptable revisions to this Agreement to address the modification or condition. Upon the occurrence of the Effective Date, this Agreement shall remain in effect until terminated by either Party upon thirty (30) days advance written notice to the other Party or upon written consent of both Parties. The CAISO shall file a notice of termination with FERC as soon as practicable but no later than thirty (30) days after its issuance or receipt of such advance written notice of termination or the date of the Parties' written consent. Termination will be

effective upon acceptance of the notice of termination by FERC.

3. Responsibilities of the Parties

- 3.1 The Parties agree to cooperate to mitigate any operating emergencies by adhering to: (1) the mandatory NERC Reliability Standards and WECC Regional Reliability Standards which relate to emergency operations, as may be amended from time to time, and (2) the directives of the applicable WECC Reliability Coordinator ("Reliability Coordinator").
- 3.2 Each Party further agrees that it shall develop, maintain, implement, and annually review and update its emergency plans to mitigate operating emergencies and shall share and coordinate such plans with the other Party as required by EOP-011.
- 3.3 To the extent possible, and in accordance with NERC mandatory Reliability Standards, each Party ("Delivering Party") shall assist the other Party ("Receiving Party") in an operating emergency by delivering emergency assistance to the requesting Receiving Party, from such Delivering Party's Balancing Authority Area or from other remote Balancing Authorities over available transmission capacity, in accordance with Schedule B to this Agreement. Arrangements for deliveries of emergency energy transfers shall be through normal operating channels in accordance with EOP-001 CAISO operating procedures. Such emergency assistance shall be provided at the sole discretion of the entity supplying it and shall be recallable without advance notice as required to meet reliability requirements.
- 3.4 NOT USED
- 3.5 NOT USED

4. Coordination and Communication

- 4.1 In the event of an operating emergency that affects or may affect the reliable operation of interconnected transmission facilities, each Party shall coordinate its actions with the other Party, as such Party deems necessary or as directed by the appropriate Reliability Coordinator(s), to preserve or restore the interconnected transmission system to stable operations and to preserve or restore reliable, safe, and efficient service as quickly as practicable. The Parties shall, without delay, individually notify the appropriate Reliability Coordinator(s) as to the nature and extent of the operating emergency.
- 4.2 Each Party operates and maintains a 24-hour, 7-day control center with real-time scheduling and control functions. The appropriate control center staff shall be responsible for operational communications and shall have sufficient authority to commit and bind that Party on decisions relating to emergency operations. The

Parties agree to exchange operational contact information for ensuring reliable communication in a format to be agreed to by the Parties and completed within thirty (30) days of the Effective Date of this Agreement.

5. Interconnection Points

- 5.1 The Parties are adjacent Balancing Authorities and are interconnected at the points specified in Schedule A to this Agreement and subject to the conditions set forth therein. In the event that new interconnection points are added, or existing points are modified or eliminated, Schedule A will be amended as necessary to reflect any such changes that are mutually agreed upon by both Parties in a written agreement.
- 5.2 Schedule A is included for the sole purpose of identifying those interconnection points that result in the Parties being adjacent Balancing Authorities. This Agreement is not intended to act as an interconnection agreement between the Parties.

6. Miscellaneous Provisions

- 6.1 Exchange of Information and Confidentiality: When a Party ("Providing Party") provides information to the other Party ("Receiving Party") under this Agreement and marks such information as privileged or confidential commercial or financial information, critical energy infrastructure information, or trade secret information, the Receiving Party shall treat such information as confidential and protected from disclosure to the extent permitted by law. The Receiving Party shall promptly notify the Providing Party in writing of any request to release such information. The Parties agree to use such information only for purposes of performing each Party's obligations under this Agreement. The provisions of this Section 6.1 shall survive the termination of this Agreement.
- 6.2 Amendments: With the exception of Schedule C, which does not require an amendment, the remainder of the Agreement may be modified from time to time by the mutual agreement of the Parties through an amendment. In the event the mandatory NERC Reliability Standards including EOP 011 are revised or replaced, the Parties shall meet within sixty (60) days of the implementation date of the revised standard to discuss and determine whether such change will affect the terms and conditions of this Agreement and whether a modification or replacement of the Agreement is needed. Amendments that are subject to FERC approval shall not take effect until FERC has accepted such amendment for filing and has made it effective without any material modification or condition that is unacceptable to either Party in that Party's sole discretion. If any material modification or condition is ordered by FERC that is unacceptable to a Party, such Party shall communicate its lack of consent to such modification or condition to the other Party within ten (10) business days after the date on which FERC issues its order, and the Parties shall use best efforts to negotiate mutually

acceptable revisions to this Agreement to address the modification or condition. Nothing contained herein shall be construed as affecting in any way the right of the Parties to unilaterally make application to FERC for a change in the rates, terms and conditions of this Agreement under Section 205 of the Federal Power Act (FPA) and pursuant to FERC's rules and regulations promulgated thereunder; provided that each Party shall have the right to protest any such filing by the other Party and to participate fully in any proceeding before FERC in which such modifications may be considered. Nothing in this Agreement shall limit the rights of the Parties or of FERC under Sections 205 and 206 of the FPA and FERC's rules and regulations thereunder, except to the extent that the Parties otherwise mutually agree as provided herein.

- 6.3 Assignment and Successors: Neither this Agreement nor any rights or responsibilities under this Agreement may be assigned by either Party to a third party without the written consent of the other Party, and such consent will not be unreasonably delayed, conditioned, or withheld. Subject to the preceding sentence, this Agreement is binding upon and will inure to the benefit of the Parties and their successors in interest.
- Notices: Any notice, demand, or request which may be given to or made upon either Party regarding this Agreement shall be made in writing and shall be deemed properly served, given, or made: (a) upon delivery if delivered in person; (b) five (5) days after deposit in the mail if sent by first class United States mail, postage prepaid; (c) upon receipt of confirmation by return facsimile if sent by facsimile; or (d) upon delivery if delivered by prepaid commercial courier service. A Party must update the information in Schedule C of this Agreement relating to its address as that information changes. Such updates to Schedule C shall not constitute an amendment to this Agreement.
- 6.5 Governing Law and Forum: This Agreement shall be deemed to be a contract made under and for all purposes shall be governed by and construed in accordance with the laws of the State of California, except that if a dispute concerns the operation of transmission lines or facilities, the law of the state where the transmission lines or facilities are located will control. The Parties irrevocably consent that any legal action or proceeding arising under or relating to this Agreement shall be brought in any of the following forums, as appropriate: (i) a court of the State of California or any federal court of the United States of America located in the State of California for all disputes under this Agreement except any disputes concerning transmission lines or facilities located in the State of Nevada or disputes determined to be FERC jurisdictional; (ii) a court of the State of Nevada or any federal court of the United States of America located in the State of Nevada if the dispute concerns transmission lines or facilities located in the State of Nevada; or (iii) where subject to its jurisdiction, before FERC. No provision of this Agreement shall be deemed to waive the right of any Party to protest, or challenge in any manner, whether this Agreement, or any action or proceeding arising under or relating to this Agreement, is subject to the

jurisdiction of FERC.

- No Warranties or Representations; Disclaimer: All information, including confidential information, provided by the Providing Party under this Agreement carries no warranty or representation of any kind, either express or implied. The Receiving Party receives the information "as is" and with all faults, errors, defects, inaccuracies, and omissions. The Providing Party makes no representations or warranties whatsoever with respect to the availability, timeliness, accuracy, reliability, or suitability of any information. The Receiving Party disclaims and waives all rights and remedies that it may otherwise have with respect to all warranties and liabilities of the Providing Party, expressed or implied, arising by law or otherwise, with respect to any faults, errors, defects, inaccuracies or omissions in, or availability, timeliness, reliability, or suitability of the information. Each Party assumes any and all risk and responsibility for selection and use of, and reliance on, any information provided under this Agreement.
- 6.7 Liability: The Parties' duties and standard of care with respect to each other, and the benefits and rights conferred on each other, shall be no greater than as explicitly stated herein. Neither Party, its directors, officers, employees, nor agents, shall be liable to the other Party for any loss, damage, claim, cost, charge, or expense, whether direct, indirect, or consequential, arising from the Party's performance or nonperformance under this Agreement, except for a Party's gross negligence or willful misconduct subject to applicable law. Except as otherwise expressly provided herein, nothing in this Agreement shall be construed or deemed to confer any right or benefit on, or to create any duty to, or standard of care with reference to any third party, or any liability or obligation, contractual or otherwise, on the part of either Party.
- 6.8 Waivers: Any waiver at any time by either Party of its rights with respect to any default under this Agreement, or with respect to any other matter arising in connection with this Agreement, shall not constitute or be deemed a waiver with respect to any subsequent default or matter arising in connection with this Agreement. Any delay short of the statutory period of limitations, in asserting or enforcing any right under this Agreement, shall not constitute or be deemed a waiver of such right.
- 6.9 Authority: Each individual signing this Agreement certifies that the Party represented has duly authorized such individual to sign, bind, and obligate such Party.

Accepted and agreed to by:

California Independent System Operator Corporation

By:
Name: Eric Schmitt
Title: VP, Operations
Date:
Nevada Power Company, d/b/a NV Energy
By:
By:

Schedule A

ADJACENT BALANCING AUTHORITY INTERCONNECTION POINTS

[Sections 5.1, 5.2 and 6.2]

1. The point(s) of interconnection of the Parties' Balancing Authority Areas are defined by the following:

The interconnections between the CAISO and NEVP are comprised of nine (9) interties described below:

Mohave - Laughlin 500 kV Intertie

The Mohave - Laughlin 500 kV Intertie is used to supply the energy needs of NEVP's isolated load located in the general vicinity of Laughlin, Nevada. The Mohave - Laughlin 500 kV Intertie consists of the NEVP-owned Laughlin-Mohave No.1 and No.2 500 kV transmission lines (the "Laughlin - Mohave 500 kV transmission lines") between the jointly owned Mohave 500 kV Switchyard¹⁴ and NEVP's Laughlin Substation, all located in Laughlin, Nevada.

CAISO Terminal: Mohave 500 kV Switchyard

Participating Transmission Owner: Southern California Edison Company

("SCE")

NEVP Terminal: Laughlin Substation

Point of Interconnection: The East and West bus sides of the

disconnect switches for switchyard positions 5 and 6 in the Mohave 500 kV

Switchyard.

Voltage: 500 kV

¹ The Mohave 500 kV Switchyard is a component of the Eldorado System which also consists of the Eldorado Substation, the Eldorado - Mohave 500 kV line and the Eldorado - Mead No. 1 and No. 2 220 kV lines. The Eldorado System is jointly owned by LADWP, NEVP, and SCE. SCE is the Operating Agent for the Eldorado System which is entirely within the metered boundary of the CAISO Balancing Authority Area.

CAISO/SCE Switching Responsibility:

SCE has sole operational and maintenance responsibility for all facilities inside the Mohave 500 kV Switchyard. SCE will coordinate with NEVP all operating and maintenance activity on the portions of NEVP's Laughlin-Mohave No.1 and No. 2 500 kV lines that are inside the Mohave 500 kV Switchyard. SCE's Eldorado Switching Center, as approved by the CAISO, will direct all switching at the Mohave 500 kV Switchyard for the Laughlin - Mohave 500 kV transmission lines in coordination with the NEVP Transmission Operator.

NEVP Switching Responsibility:

The NEVP Transmission Operator will direct all switching at the Laughlin 500/69 kV Substation for the Laughlin - Mohave 500 kV transmission lines, including the transformer 500 kV disconnects, in coordination with SCE's Eldorado Switching Center.

Operational and Maintenance Responsibility:

The NEVP Transmission Operator has operational and maintenance responsibility for the portions of the Laughlin - Mohave 500 kV transmission lines outside the Mohave 500 kV Switchyard fence to the Laughlin Substation. The NEVP Transmission Operator has operational and maintenance responsibility for the Laughlin 500/69 kV Substation, including the transformer 500 kV jack bus and disconnects.

Eldorado 220 kV Intertie

The termination facilities for the NEVP-owned Eldorado - Magnolia and Eldorado - NSO 230 kV transmission lines are contained in a breaker-and-a-half configuration within the jointly-owned Eldorado Substation 220 kV Switchyard position 3.

CAISO Terminal: Eldorado 220 kV North and South busses

Participating Transmission Owner: SCE

NEVP Terminals: NSO 230 kV switchyard and Magnolia 230

kV switchyard.

Points of Interconnection: The North bus side of disconnect switch

4032 and the South bus side of disconnect switch 6032 in switchyard position 3 in the jointly-owned Eldorado 220 kV Switchyard.

Voltage: 220 kV

Eldorado - NSO 230 kV Line

The Eldorado - NSO 230 kV line connects NEVP's NSO switchyard with the jointly owned Eldorado 220 kV Switchyard.

Operational and Maintenance Responsibility:

SCE's Eldorado Switching Center has operational and maintenance responsibility for all facilities inside the Eldorado Substation. SCE will coordinate with NEVP all operation and maintenance activity on the Eldorado - NSO 230 kV line from position 3 in the Eldorado 220 kV Switchyard up to the connection to the first transmission structure for the Eldorado-NSO 230 kV line outside of the Eldorado Substation fence ("Structure No. X25962").

NEVP will have operational and maintenance responsibility for the Eldorado - NSO 230 kV line from NSO Substation up to, and including Structure No. X25962.

Eldorado - Magnolia 230 kV Line

The Eldorado - Magnolia 230 kV line connects the jointly owned Eldorado 220 kV Switchyard with NEVP's Magnolia Substation.

Operational and Maintenance Responsibility:

SCE's Eldorado Switching Center has operational and maintenance responsibility for all facilities inside the Eldorado Substation. SCE will coordinate with NEVP all operation and maintenance activity on the Eldorado - Magnolia 230 kV line from position 3 in the Eldorado 220 kV Switchyard up to the connection to the first transmission structure for the Eldorado-Magnolia 230 kV line outside of the Eldorado Substation fence ("Structure No. X25961").

NEVP will have operational and maintenance responsibility for the Eldorado - Magnolia 230 kV line from Magnolia Substation up to and including Structure No. X25961.

Amargosa - Sandy Valley 138 kV Intertie

Valley Electric Association's ("VEA") Amargosa - Sandy Valley 138 kV transmission line connects Western Area Power Administration's ("Western") Amargosa Substation with VEA's Sandy Valley Substation.

The Amargosa Substation is owned by Western.

CAISO Terminal: Sandy Valley Substation

Participating Transmission Owner: VEA

NEVP Terminal: Amargosa Substation

Point of Interconnection: The first dead-end structure outside the

Amargosa Substation fence.

Voltage: 138 kV

Switching Responsibility:

Western will coordinate with the VEA Transmission Operator and the CAISO Transmission Operator for all switching at the Amargosa Substation for the Amargosa - Sandy Valley 138 kV transmission line. Western will also coordinate with NEVP on such switching.

Operational and Maintenance Responsibility:

VEA has operational and maintenance responsibility for the Amargosa - Sandy Valley138 kV transmission line from the connection to the respective A-frame structure in the applicable bay position in the Amargosa Substation to the Sandy Substation.

Northwest - Desert View 230 kV Intertie¹

GridLiance West Transco LLC² ("GridLiance West") Northwest - Desert View 230 kV transmission line connects NEVP's Northwest Substation to GridLiance West's Desert View Substation.

¹ For the Northwest-Desert View 230kV intertie, GridLiance West is the Transmission Owner(TO), while VEA is the Transmission Operator(TOP) and Transmission Planner(TP). Co-ordination for emergency assistance at an intertie is with the TP

² On August 17, 2017, under Docket No. EC17-49-000, FERC issued an order authorizing the acquisition of certain transmission assets of VEA by GridLiance West. As a result, GridLiance West will be the Transmission Owner for Northwest - Desert View 230kV transmission line.

CAISO Terminal: Desert View Switch Station

Participating Transmission Owner: GridLiance West

NEVP Terminal: Northwest Substation

Point of Interconnection: The first dead-end structure outside the

Northwest Substation fence.

Voltage: 230 kV

NEVP Switching Responsibility:

The NEVP Transmission Operator will direct all switching at the Northwest Substation for the Northwest - Desert View 230 kV transmission line.

Operational and Maintenance Responsibility:

GridLiance West has operational and maintenance responsibility for the Northwest - Desert View 230 kV transmission line from the Point of Interconnection at the Northwest Substation to the Desert View Substation.

Jackass Flats 138 kV Intertie

The Department of Energy ("DOE") owns the Jackass Flats Substation and the Mercury Switching Center.² NEVP owns the 138 kV line between the Mercury Switching Center and the Jackass Flats Substation. NEVP shall retain its transmission rights and the right to unimpeded bi-directional access between its transmission system and the Jackass Flats 138 kV bus without necessitating transfer(s) through any portion of the CAISO Balancing Authority Area regardless of the actual physical configuration of the line terminals at the bus. The CAISO shall have unimpeded bi-directional access between the CAISO Controlled Grid and the Jackass Flats 138 kV bus without necessitating transfer(s) through any portion of the NEVP Balancing Authority Area regardless of the actual physical configuration of the line terminals at the bus.

² The Jackass Flats Substation and the Mercury Switching Center also serve as end points of a 138 kV loop of transmission facilities owned by DOE.

CAISO Terminal: Jackass Flats Substation

Participating Transmission Owner: VEA

NEVP Terminal: Jackass Flats Substation

Point of Interconnection: The Jackass Flats 138 kV bus

Voltage: 138 kV

Metered Interchange Segment: Jackass Flats - Mercury 138 kV line

Metered End: Jackass Flats Substation

The diagram at the end of this Section 1 shows the point of interconnection of the Parties' Balancing Authority Areas for the Jackass Flats 138 kV Intertie.

Mercury Switching Center 138 kV Intertie

The DOE owns the Mercury Switching Center and the Jackass Flats Substation. NEVP owns the 138 kV line between the Mercury Switching Center and the Jackass Flats Substation. NEVP shall retain its transmission rights and the right to unimpeded bi-directional access over its Jackass Flats - Mercury Switching Center 138 kV transmission line to its transmission system through the Mercury Switching Center 138 kV bus without necessitating transfer(s) through any portion of the CAISO Balancing Authority Area regardless of the actual physical configuration of the line terminals at the bus. The CAISO shall have unimpeded bi-directional access between the CAISO Controlled Grid and the Mercury Switching Center 138 kV bus without necessitating transfer(s) through any portion of the NEVP Balancing Authority Area regardless of the actual physical configuration of the line terminals at the bus.

CAISO Terminal: Mercury Switching Center

Participating Transmission Owner: VEA

NEVP Terminal: Mercury Switching Center

Point of Interconnection: The Mercury Switching Center 138 kV bus

Voltage: 138 kV

Metered Interchange Segments: Mercury Switching Center - Mercury

Distribution 138 kV line

Mercury Switching Center - Innovation 138

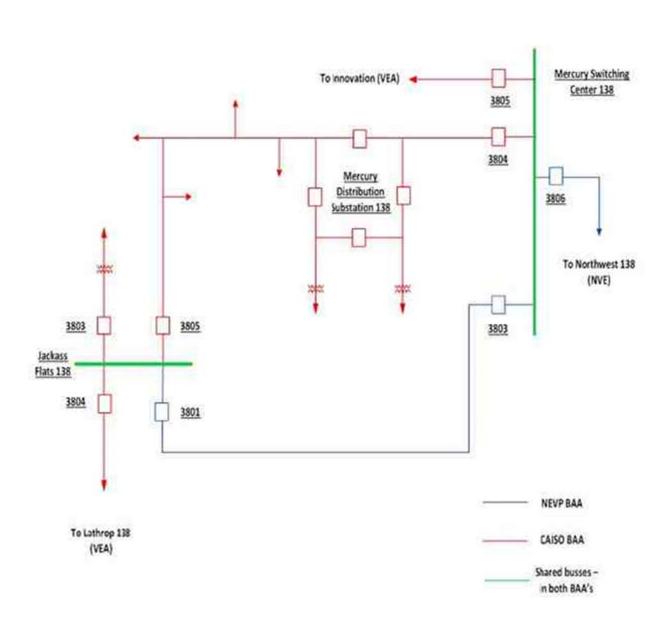
kV line

Metered End: Mercury Switching Center

The diagram at the end of this Section 1 shows the point of interconnection of the Parties' Balancing Authority Areas at the Mercury Switching Center.

[One line diagram on following page]

ONE LINE DIAGRAM OF FACILITIES AT THE NEVADA NATIONAL SECURITY SITE



PG&E Summit Intertie:

Drum / Summit / North Truckee #1 115kV Line

This 115 kV Line connects Pacific Gas and Electric's ("PG&E") Drum Substation to NEVP's North Truckee Substation. Summit Meter Station is the interconnection metering point of the line located west of Truckee and is the interconnection point, since it also marks the change of jurisdiction.

CAISO Terminal: Drum Flats Substation

Participating Transmission Owner: PG&E

NEVP Terminal: North Truckee Substation

Point of Interconnection: Summit Meter Station

Voltage: 115 kV

Metered Interchange Segments: Summit Meter Station

Metered End: Summit Meter Station

Drum / Summit / California Sub #2 115kV Line

This 115 kV Line connects PG&E's Drum Substation to NEVP's California Substation. Summit Meter Station is also the metering point for this line.

CAISO Terminal: Drum Flats Substation

Participating Transmission Owner: PG&E

NEVP Terminal: California Substation

Point of Interconnection: Summit Meter Station

Voltage: 115 kV

Metered Interchange Segments: Summit Meter Station

Metered End: Summit Meter Station

Spaulding / Summit / Truckee 60 kV line

This 60 kV Line connects PG&E's Spaulding Substation to NEVP's Truckee Substation. Summit Meter Station is also the metering point for this line.

CAISO Terminal: Spaulding

Participating Transmission Owner: PG&E

NEVP Terminal: Truckee Substation

Point of Interconnection: Summit Meter Station

Voltage: 60 kV

Metered Interchange Segments: Summit Meter Station

Metered End: Summit Meter Station

SCE Control / Silver Peak Intertie:

The California-Nevada state border is considered the point of Interconnection between the CAISO and NEVP where SCE is the Participating Transmission Owner. Two (2) 55 kV lines make up this interconnection point. Responsibility for lines and equipment is defined in the following statements. Refer to the attached drawing (note that NEVP uses number system for line identification).

Control / Silver Peak A 55 kV Line

CAISO Terminal: Control Substation

Participating Transmission Owner: SCE

NEVP Terminal: Silver Peak Substation

Point of Interconnection: California - Nevada border

Voltage: 55 kV

Control / Silver Peak C 55 kV Line

CAISO Terminal: Control Substation

Participating Transmission Owner: SCE

NEVP Terminal: Silver Peak Substation

Point of Interconnection: California - Nevada border

Voltage: 55 kV

Plumas Sierra Marble Intertie

CAISO and NEVP intertie is where the Plumas Sierra 69 kV grid interconnects to the NEVP 60 kV grid at the Marble Substation through the Plumas Sierra Marble 69/60 kV transformer. The intertie is on the 60 kV side of the transformer and is the location of the metering between the CAISO and NEVP Balancing Authority Areas.

Marble Substation 69/60 kV transformer

CAISO Terminal: Marble Substation 69kV

CAISO Terminal Owner: Plumas Sierra

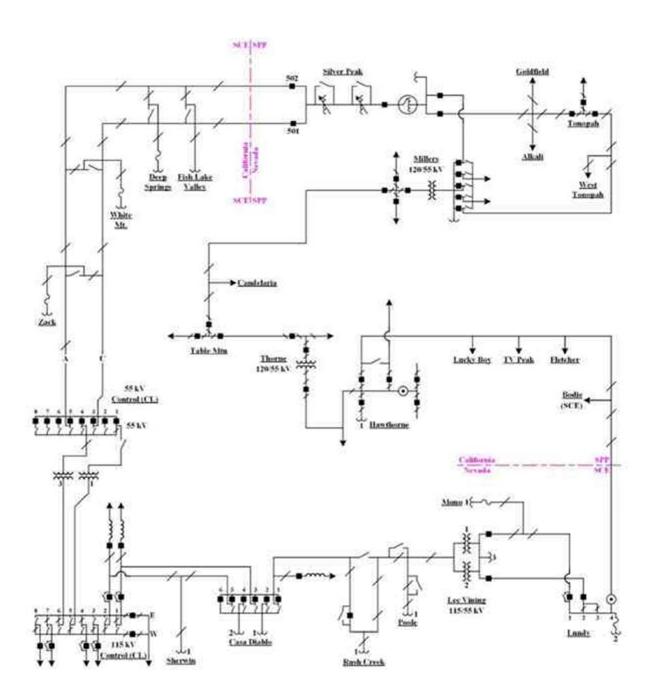
NEVP Terminal: Marble Substation 60kV

Point of Interconnection: Marble Substation 60kV

Voltage: 60 kV

Metered End: located at the NEVP side of the substation.

[Diagram on following page]



<u>Harry Allen - Eldorado Intertie</u>

CAISO and NEVP intertie is where the Harry Allen-Eldorado 500 kV transmission line interconnects to the NEVP Harry Allen Substation and is the location of the metering between the CAISO and NEVP Balancing Authority Areas.

Harry Allen Substation

CAISO Terminal:

Eldorado Substation 500 kV

Eldorado Co-Owners, SCE operating agent

NEVP Terminal:

Harry Allen Substation 500 kV

Point of Interconnection:

Harry Allen Substation 500 kV

Voltage:

500 kV

Metered End:

Harry Allen Substation.

Participating Transmission Owner: DesertLink, LLC ("DSL")

CAISO/SCE Switching Responsibility:

The Eldorado 500 kV Substation is a component of the Eldorado System. The Eldorado System is jointly owned by LADWP, NEVP, and SCE. SCE is the Operating Agent for the Eldorado System which is entirely within the metered boundary of the CAISO Balancing Authority Area.

SCE's Eldorado Switching Center, as approved by the CAISO, will direct all switching at the Eldorado 500 kV Substation for the Harry Allen – Eldorado 500 kV transmission line in coordination with NEVP as the Transmission Operator for DSL.

NEVP Switching Responsibility:

The NEVP Transmission Operator will direct all switching at the Harry Allen Substation and the series capacitor located at the Crystal Substation for the Harry Allen-Eldorado 500 kV transmission line.

Operational and Maintenance Responsibility:

SCE has sole operational and maintenance responsibility for all facilities inside the Eldorado Substation. SCE will coordinate with NEVP on all operating and maintenance activity it performs on the interconnection facilities associated with the Harry Allen – Eldorado 500 kV line.

DSL, as the Participating Transmission Owner under the CAISO tariff has operational and maintenance responsibility for the Harry Allen-Eldorado 500 kV transmission line from the Point of Change of Ownership (as defined in the Harry Allen-Eldorado Project Transmission Interconnection Agreement, dated as of September 4, 2018, between DSL and NEVP, as amended from time to time) near the Harry Allen Substation to the Point of Change of Ownership (as defined in the Agreement for Interconnection of the Eldorado – Harry Allen 500 kV Transmission Line to the Eldorado 500 kV Switchyard, dated as of October 23, 2018, among DSL, NEVP, SCE, and LADWP, as amended from time to time) near the Eldorado Substation.

DSL may delegate such operational and maintenance responsibility from time to time, and has delegated such responsibility to NEVP pursuant to the First Amended and Restated Operation and Maintenance Agreement, dated as of November 19, 2019, between DSL and NEVP (as amended from time to time). NEVP will notify CAISO (in coordination with DSL) of any change in such responsibility that would affect obligations under this Agreement.

2. REVENUE METERING AND TELEMETRY AT INTERCONNECTION POINTS.

NEVP and CAISO currently use the WECC Interchange Tool (WIT) to perform metering function at the identified interconnection points in Appendix A, for purposes of Settlement between the two Parties.

NEVP and the CAISO shall maintain arrangements that ensure that both Parties shall have access to the same real-time data from the interconnection points identified in this Schedule A between their Balancing Authority Areas for the purpose of complying with NERC reliability standards, specifically, Standards BAL-005 and BAL-006. The Parties understand that each Party wants to obtain MW and MVAR data from interconnection metering, which may include RTUs, at the interconnection points identified in this Schedule A between their Balancing Authority Areas. The Parties agree to allow each other to directly poll real-time data from metering at such interconnection points under the other Party's operational control as a Balancing Authority. In the event that a second communication port of a RTU is not available for direct polling by a Party, the Party shall have the option to provide a RTU to the substation owner for the purpose of establishing a communication port available for direct polling by such Party. The Parties may mutually agree to provide interconnection point data via Inter-Company Communications Protocol ("ICCP") or its successor protocol. In the event that a Party supplies ICCP data to the other Party, the supplying Party shall have no obligation to manipulate or perform conditioning of any such data for the convenience of the receiving Party.

This Schedule A shall remain in effect until it is superseded by mutual written agreement by the Parties or is terminated, either by written notice from an individual Party or by written consent by both Parties, in accordance with Section 2.1 of the Agreement.

Schedule B

EMERGENCY CAPACITY AND ENERGY [Sections 3.3 and 6.2]

In accordance with EOP-011-1, the Parties will, to the extent possible, assist each other in an emergency by scheduling energy. Such emergency assistance will be available at the sole discretion of the Party supplying it and will be recallable without advance notice as required to meet reliability requirements. The Parties will agree upon and log MW values, start and end times, ramp rates and times, and integrated values for any emergency assistance provided.

The emergency assistance to be provided by a Party will be for system reliability. Such emergency assistance may be estimated prior to delivery and finalized in the settlement process.

The price paid for CAISO emergency assistance will be at the CAISO market price for the energy and/or capacity sold, plus all applicable charges, as specified in the CAISO Tariff for emergency assistance. Such price may be estimated prior to delivery and finalized in the settlement process. Payment to the CAISO for emergency assistance provided by the CAISO will be made by the Scheduling Coordinator representing NEVP, in accordance with the settlement process, billing cycle, and payment timeline set forth in the CAISO Tariff.

The price paid for NEVP emergency assistance will be at the price specified by NEVP. In the event NEVP does not specify the price for energy or capacity at the time of the request for emergency assistance and no other settlement price is established prior to the delivery of the emergency assistance, the default settlement price shall be the CAISO market price, plus all other applicable charges, as specified or as otherwise established in the CAISO Tariff for emergency assistance. If the default settlement price does not compensate NEVP for the value of the emergency assistance delivered to the CAISO, NEVP shall have the opportunity to justify a higher settlement price in accordance with the CAISO Tariff for emergency assistance. Payment to NEVP for emergency assistance provided by NEVP will be made to the Scheduling Coordinator representing NEVP, in accordance with the settlement process, billing cycle, and payment timeline set forth in the CAISO Tariff.

Nothing in this Agreement shall obligate NEVP to be bound by the CAISO Tariff unless expressly provided for herein.

This Schedule B shall remain in effect until it is superseded by mutual written agreement by the Parties or it is terminated, either by written notice from an individual Party or by written consent by both Parties, in accordance with Section 2.1 of the Agreement.

Schedule C

CONTACTS FOR NOTICES [Sections 6.2 and 6.4]

CAISO:

Name of Primary

Representative: Regulatory Contracts
Address: 250 Outcropping Way
City/State/Zip Code: Folsom, CA 95630

Email Address: RegulatoryContracts@caiso.com

Phone: (916) 351-4400 Fax No.: (916) 608-5063

Name of Alternate

Representative: Mr. Christopher J. Sibley

Title: Manager

Address: 250 Outcropping Way City/State/Zip Code: Folsom, CA 95630 Email Address: csibley@caiso.com Phone: (916) 608-7030 Fax No.: (916) 608-7292

NEVP:

Name of Primary

Representative: William Muir

Title: Senior Contracts Specialist Transmission Project

Delivery

Street Address: 7155 Lindell Road - M/S B57SC

City/State/Zip Code: Las Vegas, NV 89118

Email Address: TransmissionPolicy@nvenergy.com

Phone: (702) 402-6646

Name of Alternate

Representative: Kiley Moore

Title: Manager, Transmission Business Services

Street Address: 6100 Neil Road - M/S S3B40

City/State/Zip Code: Reno, NV 89511

Email Address: KLMoore@nvenergy.com

Phone: (775) 834-4802

This Schedule shall remain in effect until superseded by written notice from either of the Parties.