February 6 2014 Exceptional Dispatch CPM Designation Report

Designation Summary:

The ISO issued an Exceptional Dispatch CPM designation to MOSS LANDING 2 from September 2 to December 1, 2014. MOSS LANDING POWER BLOCK 2 unit was designated for 490 MW of capacity for the month of October with a 60-day term under the Exceptional Dispatch CPM provisions of the tariff to address a non-system reliability need.

Duration and cost:

The following table summarizes the costs of the October 2 – December 1, 2014 Exceptional Dispatch CPM designation:

<table>
<thead>
<tr>
<th>Resource ID</th>
<th>MW</th>
<th>CPM Type</th>
<th>Term (in days)</th>
<th>Estimated Capacity Cost</th>
</tr>
</thead>
<tbody>
<tr>
<td>MOSSLD_2_PSP2</td>
<td>490</td>
<td>Exceptional Disp.</td>
<td>60</td>
<td>$ 6,593,139</td>
</tr>
</tbody>
</table>

The estimated capacity cost is based on the applicable Monthly CPM Charge. This estimate is based on the price of $70.88/kW-year. The $70.88/kW-year price became effective on February 16, 2014 when FERC issued an order that approved the settlement in the ISO’s CPM proceeding.

TAC area and CPM code:

TAC area: TAC_NORTH
CPM code: TMODEL5

Circumstances of the Exceptional Dispatch CPM:

Due to a scheduled transformer outage at Moss Landing Power Plant, we decided to issue the ED CPM to manually dispatch unit MOSS LANDING 2 since it was the only resource with an incremental solution, in order to protect the Moss Landing 230/115kV transformer bank #1 & #2 from overloading.

The engineering analysis considered the generation requirement to ensure acceptable and reliable equipment working condition.

\[\text{The estimated capacity cost is subject to a change in RA status under Tariff section 43.2.5.2.4 and to the availability factor under Tariff section 43.7.1.1.}\]
The ISO determined the designation amount for each resource based on the selection criteria listed in ISO Tariff section 43.4. The designation for MOSS LANDING POWER BLOCK 2 is not expected to be extended beyond the initial 60-day term.

Prior CPM report information is available to download at: