Appendix 3

GENERATOR INTERCONNECTION STUDY PROCESS AGREEMENT
FOR QUEUE CLUSTERS

THIS AGREEMENT is made and entered into this ______ day of , ______, 20XX by and between , a organized and existing under the laws of the State of , ("Interconnection Customer") and the California Independent System Operator Corporation, a California nonprofit public benefit corporation existing under the laws of the State of California, ("CAISO"). The Interconnection Customer and the CAISO each may be referred to as a "Party," or collectively as the "Parties."

RECITALS

WHEREAS, the Interconnection Customer is proposing to develop a Generating Facility or generating capacity addition to an existing Generating Facility consistent with the Interconnection Request submitted by the Interconnection Customer dated ______; and

WHEREAS, the Interconnection Customer desires to interconnect the Generating Facility with the CAISO Controlled Grid pursuant to the Queue Cluster process; and

WHEREAS, the Interconnection Customer has requested the CAISO to conduct or cause to be performed Interconnection Studies to assess the system impact of interconnecting the Generating Facility to the CAISO Controlled Grid and to specify and estimate the cost of the equipment, engineering, procurement and construction work needed on the Participating TO’s electric system in accordance with Good Utility Practice to physically and electrically connect the Generating Facility to the CAISO Controlled Grid;

NOW, THEREFORE, in consideration of and subject to the mutual covenants contained herein the Parties agree as follows:

1.0 When used in this Agreement, with initial capitalization, the terms specified shall have the meanings indicated in the CAISO’s FERC-approved Generation Interconnection Procedures in CAISO Tariff Appendix DD “GIDAP” or the Master Definitions Supplement, Appendix A to the CAISO Tariff, as applicable.

2.0 The Interconnection Customer elects and the CAISO shall conduct or cause to be performed Interconnection Studies, including any accelerated Interconnection Study, in accordance with the CAISO Tariff.

3.0 The scope of the Interconnection Studies shall be subject to the assumptions set forth in Appendices A and B to this Agreement.

4.0 The Interconnection Studies will be based upon the technical information provided by the Interconnection Customer in the Interconnection Request, as may be modified as the result of the Scoping Meeting, subject to any modifications in accordance with Section 6.7.1 of the and modifications to the proposed Commercial Operation Date of the Generating Facility permitted by the GIDAP. The CAISO reserves the right to request additional technical information from the Interconnection Customer as may reasonably become necessary consistent with Good Utility Practice during the course of the Interconnection
Studies. If the Interconnection Customer modifies its designated Point of Interconnection, Interconnection Request, or the technical information provided therein is modified, the Interconnection Studies may be modified as specified in the GIDAP.

5.0 The Interconnection Study report for each Interconnection Study shall provide the information specified in the GIDAP.

6.0 The Interconnection Customer shall provide an Interconnection Study Deposit, a Site Exclusivity Deposit, if applicable, and other Interconnection Financial Security for the performance of the Interconnection Studies in accordance with the provisions of Sections 3.5.1 and 11 of the GIDAP.

Following the issuance of an Interconnection Study report, the CAISO shall charge and the Interconnection Customer shall pay its share of the actual costs of the Interconnection Study pursuant to Section 3.5.1 of the GIDAP.

Any difference between the deposits made toward the Interconnection Study process and associated administrative costs, including any accelerated studies, and the actual cost of the Interconnection Studies and associated administrative costs shall be paid by or refunded to the Interconnection Customer, in the appropriate allocation, in accordance with Section 3.5.1 of the GIDAP.

7.0 Pursuant to Section 3.7 of the GIDAP, the CAISO will coordinate the conduct of any studies required to determine the impact of the Interconnection Request on Affected Systems. The CAISO may provide a copy of the Phase I Interconnection Study results to an Affected System Operator and the Western Electricity Coordinating Council. Requests for review and input from Affected System Operators or the Western Electricity Coordinating Council may arrive at any time prior to interconnection.

8.0 Substantial portions of technical data and assumptions used to perform the Phase I Interconnection Study, such as system conditions, existing and planned generation, and unit modeling, may change after the CAISO provides the Interconnection Study results to the Interconnection Customer. Interconnection Study results will reflect available data at the time the CAISO provides the Phase I Interconnection Study report to the Interconnection Customer. The CAISO shall not be responsible for any additional costs, including, without limitation, costs of new or additional facilities, system upgrades, or schedule changes, that may be incurred by the Interconnection Customer as a result of changes in such data and assumptions.

9.0 [NOT USED]

10.0 The CAISO shall maintain records and accounts of all costs incurred in performing the Interconnection Study in sufficient detail to allow verification of all costs incurred, including associated overheads. The Interconnection Customer shall have the right, upon reasonable notice, within a reasonable time at the CAISO’s offices and at its own expense, to audit the CAISO’s records as necessary and as appropriate in order to verify costs incurred by the CAISO. Any audit requested by the Interconnection Customer shall be completed, and
written notice of any audit dispute provided to the CAISO representative, within one hundred eighty (180) calendar days following receipt by the Interconnection Customer of the CAISO's notification of the final costs of the Interconnection Study.

11.0 In accordance with Section 3.8 of the GIDAP, the Interconnection Customer may withdraw its Interconnection Request at any time by written notice to the CAISO. Upon receipt of such notice, this Agreement shall terminate, subject to the requirements of Section 3.5.1 and 11.4 of the GIDAP.

12.0 Pursuant to Section 6.1.1 of the GIDAP, this Agreement shall become effective upon the date the fully executed Agreement is received by the CAISO. If the CAISO does not receive the fully executed Agreement and deposit or other Interconnection Financial Security pursuant to Section 3.5.1 of the GIDAP, then the Interconnection Request will be deemed withdrawn upon the Interconnection Customer’s receipt of written notice by the CAISO pursuant to Section 3.8 of the GIDAP.

13.0 Miscellaneous.

13.1 Dispute Resolution. Any dispute, or assertion of a claim, arising out of or in connection with this Agreement, shall be resolved in accordance with Section 15.5 of the GIDAP.

13.2 Confidentiality. Confidential Information shall be treated in accordance with Section 15.1 of the GIDAP.

13.3 Binding Effect. This Agreement and the rights and obligations hereof, shall be binding upon and shall inure to the benefit of the successors and assigns of the Parties hereto.

13.4 Conflicts. In the event of a conflict between the body of this Agreement and any attachment, appendices or exhibits hereto, the terms and provisions of the body of this Agreement shall prevail and be deemed the final intent of the Parties.

13.5 Rules of Interpretation. This Agreement, unless a clear contrary intention appears, shall be construed and interpreted as follows: (1) the singular number includes the plural number and vice versa; (2) reference to any person includes such person’s successors and assigns but, in the case of a Party, only if such successors and assigns are permitted by this Agreement, and reference to a person in a particular capacity excludes such person in any other capacity or individually; (3) reference to any agreement (including this Agreement), document, instrument or tariff means such agreement, document, instrument, or tariff as amended or modified and in effect from time to time in accordance with the terms thereof and, if applicable, the terms hereof; (4) reference to any applicable laws and regulations means such applicable laws and regulations as amended, modified, codified, or reenacted, in whole or in part, and in effect from time to time, including, if applicable, rules and regulations promulgated thereunder; (5) unless expressly stated otherwise, reference to any Article, Section or Appendix means such Article or Section of this Agreement or such Appendix to this Agreement, or such Section of the GIDAP or such Appendix to
the GIDAP, as the case may be; (6) "hereunder", "hereof", "herein", "hereto" and 
words of similar import shall be deemed references to this Agreement as a whole 
and not to any particular Article, Section, or other provision hereof or thereof; (7) 
"including" (and with correlative meaning "include") means including without 
limiting the generality of any description preceding such term; and (8) relative to 
the determination of any period of time, "from" means "from and including", "to" 
means "to but excluding" and "through" means "through and including".

13.6 Entire Agreement.  This Agreement, including all Appendices and Schedules 
attached hereto, constitutes the entire agreement between the Parties with 
reference to the subject matter hereof, and supersedes all prior and 
contemporaneous understandings or agreements, oral or written, between the 
Parties with respect to the subject matter of this Agreement.  There are no other 
agreements, representations, warranties, or covenants which constitute any part 
of the consideration for, or any condition to, any Party's compliance with its 
obligations under this Agreement.

13.7 No Third Party Beneficiaries.  This Agreement is not intended to and does not 
create rights, remedies, or benefits of any character whatsoever in favor of any 
persons, corporations, associations, or entities other than the Parties, and the 
obligations herein assumed are solely for the use and benefit of the Parties, their 
successors in interest and, where permitted, their assigns.

13.8 Waiver.  The failure of a Party to this Agreement to insist, on any occasion, upon 
strict performance of any provision of this Agreement will not be considered a 
waiver of any obligation, right, or duty of, or imposed upon, such Party.

Any waiver at any time by either Party of its rights with respect to this Agreement 
shall not be deemed a continuing waiver or a waiver with respect to any other 
failure to comply with any other obligation, right, duty of this Agreement. 
Termination or default of this Agreement for any reason by the Interconnection 
Customer shall not constitute a waiver of the Interconnection Customer's legal 
rights to obtain an interconnection from the Participating TO or CAISO.  Any 
waiver of this Agreement shall, if requested, be provided in writing.

Any waivers at any time by any Party of its rights with respect to any default 
derived 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 other 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.

13.9 Headings.  The descriptive headings of the various Articles and Sections of this 
Agreement have been inserted for convenience of reference only and are of no 
significance in the interpretation or construction of this Agreement.

13.10 Multiple Counterparts.  This Agreement may be executed in two or more 
counterparts, each of which is deemed an original but all constitute one and the 
same instrument.
13.11 Amendment. The Parties may by mutual agreement amend this Agreement by a written instrument duly executed by both of the Parties.

13.12 Modification by the Parties. The Parties may by mutual agreement amend the Appendices to this Agreement by a written instrument duly executed by both of the Parties. Such amendment shall become effective and a part of this Agreement upon satisfaction of all applicable laws and regulations.

13.13 Reservation of Rights. The CAISO shall have the right to make a unilateral filing with FERC to modify this Agreement with respect to any rates, terms and conditions, charges, classifications of service, rule or regulation under section 205 or any other applicable provision of the Federal Power Act and FERC's rules and regulations thereunder, and Interconnection Customer shall have the right to make a unilateral filing with FERC to modify this Agreement pursuant to section 206 or any other applicable provision of the Federal Power Act and FERC's rules and regulations thereunder; provided that each Party shall have the right to protest any such filing by another 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 or 206 of the Federal Power Act and FERC's rules and regulations thereunder, except to the extent that the Parties otherwise mutually agree as provided herein.

13.14 No Partnership. This Agreement shall not be interpreted or construed to create an association, joint venture, agency relationship, or partnership between the Parties or to impose any partnership obligation or partnership liability upon any Party. No Party shall have any right, power or authority to enter into any agreement or undertaking for, or act on behalf of, or to act as or be an agent or representative of, or to otherwise bind, another Party.

13.15 Assignment. This Agreement may be assigned by a Party only with the written consent of the other Party; provided that a Party may assign this Agreement without the consent of the other Party to any Affiliate of the assigning Party with an equal or greater credit rating and with the legal authority and operational ability to satisfy the obligations of the assigning Party under this Agreement; and provided further that the Interconnection Customer shall have the right to assign this Agreement, without the consent of the other Party, for collateral security purposes to aid in providing financing for the Generating Facility, provided that the Interconnection Customer will require any secured party, trustee or mortgagee to notify the other Party of any such assignment. Any financing arrangement entered into by the Interconnection Customer pursuant to this Section will provide that prior to or upon the exercise of the secured party’s, trustee’s or mortgagee’s assignment rights pursuant to said arrangement, the secured creditor, the trustee or mortgagee will notify the other Party of the date and particulars of any such exercise of assignment right(s). Any attempted assignment that violates this Section is void and ineffective. Any assignment under this Agreement shall not relieve a Party of its obligations, nor shall a Party’s obligations be enlarged, in whole or in part, by reason thereof. Where required, consent to assignment will not be unreasonably withheld, conditioned or delayed.
IN WITNESS THEREOF, the Parties have caused this Agreement to be duly executed by their duly authorized officers or agents on the day and year first above written.

California Independent System Operator Corporation

By: ________________________________________________________________

Printed Name: ______________________________________________________

Title: __________________________________________________________________

Date: __________________________________________________________________

[Insert name of the Interconnection Customer]

By: ________________________________________________________________

Printed Name: ______________________________________________________

Title: __________________________________________________________________

Date: __________________________________________________________________
Appendix A

ASSUMPTIONS USED IN CONDUCTING THE
PHASE I INTERCONNECTION STUDY

The Phase I Interconnection Study will be based upon the information set forth in the Interconnection Request and agreed upon in the Scoping Meeting held on , subject to any modifications in accordance with Section 6.2 of the GiDAP, and the following assumptions:

Designation of Point of Interconnection and configuration to be studied;

- POI

Deliverability status requested:

☐ Full Capacity;
☐ Partial Deliverability for ______ MW; or
☐ Energy Only

NOTICE: YOUR CHOICE OF DELIVERABILITY STATUS CAN AFFECT YOUR ABILITY TO QUALIFY YOUR GENERATING FACILITY AS A RESOURCE ADEQUACY RESOURCE OR AFFECT YOUR TRANSACTIONS FOR SALE OF POWER. PLEASE GIVE CONSIDERATION TO YOUR CHOICE OF DELIVERABILITY STATUS
Appendix B

DATA FORM TO BE PROVIDED BY THE INTERCONNECTION CUSTOMER PRIOR TO COMMENCEMENT OF THE PHASE II INTERCONNECTION STUDY

Generating Facility size (MW): __________________

Provide one copy of this completed form and other required plans and diagrams in accordance with Section 4.5 of the GIDAP.

Provide location plan and one-line diagram of the plant and station facilities. For staged projects, please indicate future generation, transmission circuits, etc.

One set of metering is required for each generation connection to the new bus or existing CAISO Controlled Grid station. Number of generation connections: __________

On the one line indicate the generation capacity attached at each metering location. (Maximum load on CT/PT)

On the one line indicate the location of auxiliary power. (Minimum load on CT/PT)

Will an alternate source of auxiliary power be available during CT/PT maintenance? □ Yes □ No

Will a transfer bus on the generation side of the metering require that each meter set be designed for the total plant generation? □ Yes □ No

(Please indicate on one line).

What type of control system or PLC will be located at the Interconnection Customer's Generating Facility? ____________________________

__________________________________________

__________________________________________

What protocol does the control system or PLC use? ____________________________

__________________________________________

__________________________________________
Please provide a 7.5-minute quadrangle of the site. Sketch the plant, station, transmission line, and property line.

Physical dimensions of the proposed interconnection station: ________________________________

Bus length from generation to interconnection station: ________________________________

Line length from interconnection station to the Participating TO’s transmission line: ________________________________

Tower number observed in the field. (Painted on tower leg)*: ________________________________

Number of third party easements required for transmission lines*: ________________________________

* To be completed in coordination with the Participating TO or CAISO.

Is the Generating Facility in the Participating TO’s service area? □ Yes □ No

Local service provider for auxiliary and other power: ________________________________

Please provide proposed schedule dates:

Environmental survey start Date: ________________________________
Environmental impact report submittal Date: ________________________________
Procurement of project equipment Date: ________________________________
Begin Construction Date: ________________________________
Generator step-up transformer receives back feed power Date: ________________________________
Generation Testing Date: ________________________________
Commercial Operation Date Date: ________________________________

Level of Deliverability

Choose one of the following:

□ Energy Only

□ Full Capacity

□ Partial Deliverability