

INTER-SC TRADE ADJUSTMENT BIDS

Notice of Implementation

Market Participants:

Pursuant to the Federal Energy Regulatory Commission (FERC) order issued on June 29, 2000, which accepted Amendment No. 29 to the ISO Tariff, the ISO hereby gives notice that effective October 26, 2000, the ISO will begin implementation of Adjustment Bids in conjunction with Inter-Scheduling Coordinator Energy Trades.

On May 2, 2000, the ISO filed Amendment No. 29 to the ISO Tariff with FERC. In Amendment No. 29, the ISO proposed modifications to Tariff provisions relating to the submission of Adjustment Bids in the ISO's Congestion Management process that would enable Scheduling Coordinators to submit Adjustment Bids in associated with Inter-Scheduling Coordinator Energy Trades so that those trades can participate in the Congestion Management process. Collectively, these revisions are referred to as "Inter-SC Trade Adjustment Bids."

Pursuant to the FERC Order on Amendment No. 29, Inter-SC Trade Adjustment Bids are to become effective on the later of July 1, 2000, or ten days after the ISO posts a notice on the ISO Home Page that the modified software necessary to implement Inter-SC Trade Adjustment Bids is ready for use. The ISO software modifications are now complete. The ISO will therefore implement this function on October 26, 2000, starting with the Day Ahead Market for Trading Day October 27, 2000. The ISO is providing this notice to Market Participants via e-mail and will also post this notice on its Home Page.