

September 1, 2018 Significant Event CPM Designation Report

Designation Summary:

The California ISO issued a Significant Event Capacity Procurement Mechanism (CPM) designation to multiple generating units for a system reliability need. The designation is effective September 1, 2018 for the entirety of the month.

Amount and Cost:

RESOURCE_ID	MW	ED Code	Accepted Offer Price	TAC
HYTTM_2_UNITS	60	Significant Event	\$2.00/kW-month	SYS
ELKHIL_2_PL1X3	12	Significant Event	\$3.25/kW-month	SYS
MOSSLD_2_PSP2	29	Significant Event	\$4.25/kW-month	SYS
PWRX_MALIN500_I_F_CPM01	210	Significant Event	\$5.00/kW-month	SYS
SYCAMR_2_UNIT 2	11	Significant Event	\$5.07/kW-month	SYS
SYCAMR_2_UNIT 3	10	Significant Event	\$5.07/kW-month	SYS
BIGCRK_2_EXESWD	64	Significant Event	\$5.07/kW-month	SYS
ETIWND_6_GRPLND	46	Significant Event	\$5.07/kW-month	SYS
SYCAMR_2_UNIT 4	11	Significant Event	\$5.07/kW-month	SYS
SYCAMR_2_UNIT 1	10	Significant Event	\$5.07/kW-month	SYS
COLEMN_2_UNIT	2	Significant Event	\$5.50/kW-month	SYS
BLACK_7_UNIT 2	84	Significant Event	\$5.50/kW-month	SYS
PIT1_7_UNIT 2	8	Significant Event	\$5.50/kW-month	SYS
PIT5_7_PL3X4	28	Significant Event	\$5.50/kW-month	SYS
PIT6_7_UNIT 1	39	Significant Event	\$5.50/kW-month	SYS

Reason for CPM:

The ISO issued a Significant Event CPM designation in light of an alternate load forecast presented by California Energy Commission (CEC) staff. The initial load forecast was the basis of establishing resource adequacy requirements throughout the year. This alternate forecast is not officially adopted by the CEC. The current Significant Event expected duration will last until the end of the 2018 year.

The Significant Event CPM of 624 MW was the difference between the requirements of the alternate load forecast (including the planning reserve margin on that alternate forecast) and the quantity of Resource Adequacy capacity shown for the month of September.

The initial CPM term was for the month of September (thirty (30) days) under the tariff, subject to adjustment and the payment provisions set forth in the CPM tariff provisions. Per section 43A.3.5 of the ISO tariff, the 30-day term was extended for an additional 60 days. The current Significant Event expected duration will last until the end of the 2018 year. More information regarding the

extension can be found at:

<http://www.caiso.com/Documents/CapacityProcurementMechanismSignificantEvent-October2018.html> Per section 43A.3.5, during this 60-day extension period the ISO will explore with market participants what alternative solutions, beyond further extending the CPM designations, may meet the needs posed by the significant event.

Prior CPM report information is available to download at:

<http://www.caiso.com/market/Pages/ReportsBulletins/Default.aspx>