<u>Western Comments on ISO's AS Dispatch Logic Straw Proposal</u>

Western appreciates the opportunity to submit comments on the AS dispatch logic Straw proposal presented on the August 12, 2009 meeting.

Western supports the proposed implementation of new dispatch logic in which awarded inter-tie non-dynamic resources with contingency flag enabled are dispatched to operate at a constant level (for both day-ahead and HASP awarded Ancillary Services). CAISO further clarified in the meeting that the above new dispatch logic would apply to the day-ahead awarded Ancillary Services as well. Western would like CAISO to include them in the final proposal.

Western would like some clarifications in the final proposal on how the amount of incremental Ancillary Services in HASP is determined in relation to the day-ahead CAISO load forecast, DA-ahead IFM load schedules, HASP load forecast, and on whether the awarded day-ahead AS can be bought back in the HASP market .