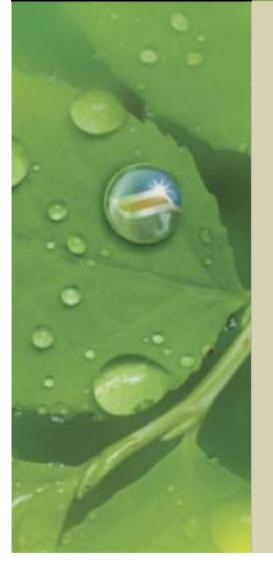


#### **Briefing on Exceptional Dispatch**



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# What is "exceptional dispatch" and why is the ISO relying on it?

#### What?

- Committing resources and instructing output changes outside of market mechanisms
- Being used more than expected

#### Why?

- Meeting reliability requirements
  - Voltage
  - Contingencies
- Overcoming model and software limitations



### The ISO committed to reducing reliance on exceptional dispatches.

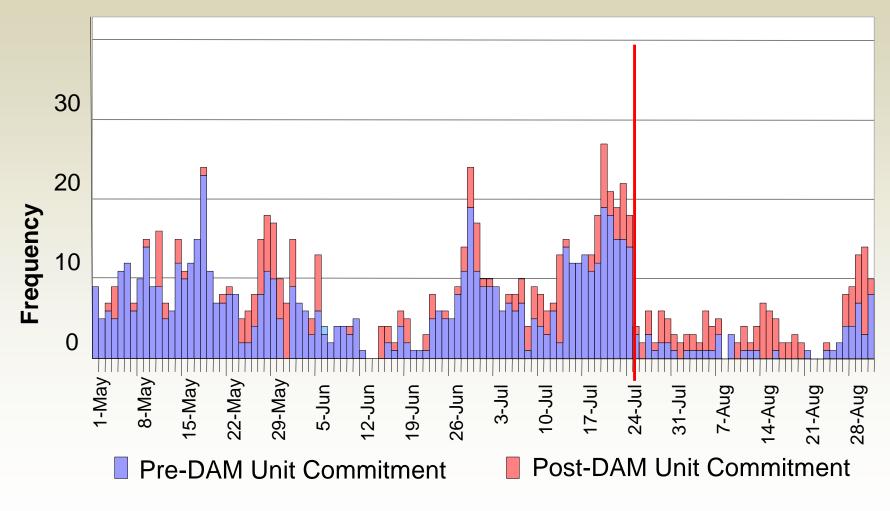
- Gained market experience not available in simulation
- Formed Exceptional Dispatch Strike Team
  - Analyze process and tools
  - Evaluate potential software changes
  - Determine process changes
  - Assess changes to tariff or business practice manuals
  - Emphasize continuous improvement in data quality

**Results:** 

- Refined process to reduce exceptional dispatch
- Increased reliance on market

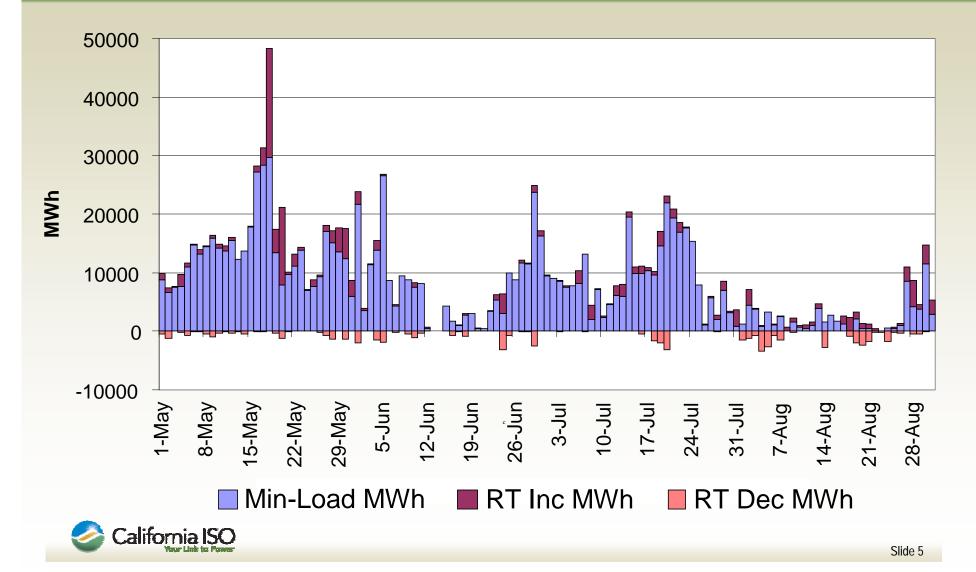


#### We've made progress in reducing reliance on exceptional dispatch in the day ahead.

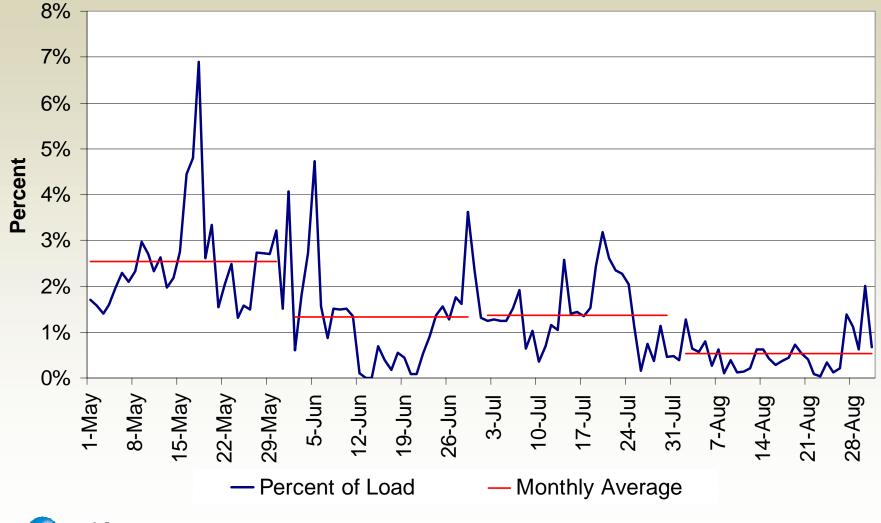




#### The overall volume of exceptional dispatch (MWh) has been significantly reduced.



## Exceptional dispatches are a small portion of total load, and a smaller percentage as load increases.





### Reliance on exceptional dispatch will be substantially reduced by the following actions:

Including more constraints	30 days
<ul> <li>Additional use of RUC</li> </ul>	60-90 days
More complex modeling in IFM	BPM change process
True-up market to real flows	Stakeholder input
<ul> <li>Multi-stage generation</li> </ul>	Up to 1 year
<ul> <li>Multi-day bridging</li> </ul>	1 to 2 years
<ul> <li>Transmission upgrades</li> </ul>	PTO dependent
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Exceptional dispatches may always be required for adverse operating conditions or intertie reductions

