DP 4 METHODS OF COMMUNICATIONS

DP 4.1 Methods of Transmitting Dispatch Instructions

DP 4.1.1 Full-Time Communications Facility Requirement

Each Participant must provide a communications facility manned twenty-four (24) hours a day, seven (7) days a week capable of receiving Dispatch Instructions issued by the ISO.

DP 4.2 Recording of Dispatch Instructions

The ISO shall maintain records of all electronic, fax and verbal communications related to a Dispatch instruction. The ISO shall maintain a paper or electronic copy of all Dispatch instructions delivered by fax and all Dispatch instructions delivered electronically. The ISO shall record all voice conversations that occur related to Dispatch instructions on the Dispatch Instruction communication equipment. These records, copies and recordings may be used by the ISO to audit the Dispatch Instruction, and to verify the response of the Participant concerned to the Dispatch Instruction.

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DP 4.3 Contents of Dispatch Instructions

Dispatch Instructions shall include the following information as appropriate:

- (a) exchange of operator names;
- (b) specific resource being dispatched;
- (c) specific MW value and price point of the resource being dispatched;
- (d) specific type of instruction (action required);
- (e) time the resource is required to begin initiating the Dispatch Instruction:
- (f) time the resource is required to achieve the Dispatch Instruction;
- (g) time of notification of the Dispatch Instruction; and
- (h) any other information which the ISO considers relevant.

DP 4.4 Acknowledgement of Dispatch Instructions

The recipient of a Dispatch instruction shall confirm the Dispatch instruction. Dispatch instructions communicated by the ISO either electronically or by fax shall be confirmed electronically in accordance with ISO procedures. Dispatch instructions communicated verbally shall be confirmed by repeating the Dispatch instructions to the ISO.

DP 5 ISO FACILITIES AND EQUIPMENT

DP 5.1 ISO Facility and Equipment Outages

The ISO has installed redundant control centers, communication systems and computer systems. Most, but not necessarily all, equipment problems or failures should be transparent to Participants. This DP 5 addresses some situations when Participants could be affected, but it is impossible to identify and plan for every type of equipment problem or failure. Real time situations will be handled by the real time ISO dispatchers. The ISO control room in Folsom is the Primary ISO Control Center and the ISO control room in Alhambra is the Backup ISO Control Center.

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- (a) adjust interchange transaction schedules (ITSs) as required under Existing Contracts in accordance with the procedures in the SBP and the SP for the management of Existing Contracts;
- adjust ITSs as required by changes in transfer capability of transmission paths occurring after close of the Hour-Ahead Market; and
- (c) agree on ITS changes with adjacent Control Area Operators.

DP 7.3 Supplemental Energy Bids

Supplemental Energy bids may be submitted to the ISO no later than forty-five (45) minutes prior to the beginning of the Settlement Period in accordance with the format and content requirements of the SBP. These Supplemental Energy bids cannot be withdrawn after forty-five (45) minutes prior to the beginning of the Settlement Period, except that a bid from a System Resource may specify that any portion of the bid that is not called prior to the beginning of the Settlement Period shall not be called after the beginning of the Settlement Period. The ISO may Dispatch the associated resource at any time during the Settlement Period.

DP 7.4 Intra-Zonal Congestion Management

In the hour prior to the beginning of the Settlement Period the ISO may adjust SCs' Final Schedules to alleviate Intra-Zonal Congestion. Except in those instances where the ISO calls Reliability Must-Run Units as provided in Section 5.2 of the ISO Tariff, the ISO will adjust resources in accordance with DP 8.4 and DP 8.5.

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- such resources in real time for economic trades either between SCs or within a SC's portfolio;
- (d) the ISO shall select the Generating Units, Curtailable Demands and Interconnection schedules to be dispatched to meet its balancing Energy requirements based on the merit order stack of Energy bid prices produced by BEEP;
- (e) the ISO shall not discriminate between Generating Units, Curtailable Demands and Interconnection schedules other than based on price, and the effectiveness (location and ramp rate) of the resource concerned to respond to the fluctuation in Demand or Generation;
- (f) Generating Units, Curtailable Demands or Interconnection schedules shall be dispatched during the Settlement Period only until the next variation in Generation or Demand or the end of the Settlement Period, whichever is sooner. In dispatching such resources, the ISO is not making any commitment beyond the Settlement Period, as to the duration of their operation, nor the level of their output or Demand;
- (g) The ISO will not differentiate between Ancillary Services procured by the ISO and Ancillary Services which are being self-provided;
- (h) Within BEEP, once a decremental bid has been used by the ISO, it will then be included in the incremental part of the database with its incremental bid equal to its decremental price bid. Once an incremental bid has been used by the ISO it will then be included in the decremental part of the database with a decremental bid equal to its incremental price. In the event that the ISO subsequently needs to decrement output, it will initially decrement the Generating Units or Interconnection schedules incremented previously, and then continue down the merit order of the decremental bids; and
- (i) The bid ramp rate of a resource will be considered by the BEEP software in determining the amount of Instructed Imbalance Energy by BEEP Interval, and such consideration may result in Instructed Imbalance Energy in BEEP Intervals subsequent to the BEEP Interval to which the Dispatch instruction applies.

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