

11.2.4.1 Net Settlements for Uninstructed Imbalance Energy.

Uninstructed Imbalance Energy attributable to each Scheduling Coordinator for each Settlement Period in the relevant Zone shall be deemed to be sold or purchased, as the case may be, by the ISO and charges or payments for Uninstructed Imbalance Energy shall be settled by debiting or crediting, as the case may be, the Scheduling Coordinator with an amount for each BEEP Interval of each Settlement Period equal to the product of the net deviation in the Zone or Zones, as appropriate, and the appropriate BEEP Interval Ex Post Price determined in accordance with Section 2.5.23.2.1.

The ISO shall develop protocols and procedures for the monitoring of persistent intentional excessive imbalances by Scheduling Coordinators and for the imposition of appropriate sanctions and/or penalties to deter such behavior.

Notwithstanding the foregoing or any other provision in this Tariff, until October 1, 2002, Uninstructed Imbalance Energy attributable to any Scheduling Coordinator for any System Resource Dispatched by the ISO shall be settled at the appropriate Instructed Imbalance Energy BEEP Interval Ex Post Price determined in accordance with Section 2.5.23.2.1.

11.2.4.1.1 Settlement for Instructed Imbalance Energy

Instructed Imbalance Energy attributable to each Scheduling Coordinator j in each Settlement Period t in the relevant Zone shall be deemed to be sold or purchased, as the case may be, by the ISO and charges or payments for Instructed Imbalance Energy shall be settled by debiting or crediting, as the case may be, the Scheduling Coordinator with an amount for each BEEP Interval of each Settlement Period in accordance with Section 2.5.23.

11.2.4.2 Payment Options for ISO Dispatch Orders

With respect to all resources which have not bid into the Imbalance Energy or Ancillary Services markets but which have been dispatched by the ISO to avoid an intervention in market operations, to prevent or relieve a System Emergency, or to satisfy a locational requirement, the ISO shall calculate, account for and, if applicable, settle deviations from the Final Schedule submitted on behalf of each such resource, with the relevant

