

Business Practice

Energy Imbalance Market Suspension or Termination

1. General Policies

- This Business Practice establishes processes and procedures necessary for participation in the Energy Imbalance Market ("EIM") pursuant to the Arizona Public Service Company Open Access Transmission Tariff ("OATT"), Attachment Q, which facilitates and implements the EIM Tariff Provisions in APS's Balancing Authority Area ("BAA").
- The EIM Tariff Provisions and this Business Practice apply to all Customers taking service under APS's OATT, both Transmission and Interconnection, with new and existing service agreements under Parts II, III and IV of APS's OATT. If a contract between APS and a Customer explicitly contradict one or more terms of the APS OATT pertaining to EIM, the OATT terms will take precedent.
- 1.3 This Business Practice also applies to Transmission Customers with non-OATT transmission agreements to the extent the provisions of the Business Practice are relevant to any expressly incorporated reference to APS's OATT in such agreements.
- Disputes relating to EIM will be managed pursuant to APS's OATT, Part I, Section 12.5, its subsections and the APS EIM Billing and Disputes Business Practice as applicable.
- **1.5** Communications with APS related to EIM will be the following:

Email: OASISADM@apsc.com

Phone: 602-250-1061

2. Definitions

Defined terms within this Business Practice have the same meaning as defined terms within APS's OATT or the NERC glossary. Where terms are defined in both the NERC Glossary and APS's OATT, the meaning for defined terms within the APS OATT shall control.

3. Notice of EIM Suspension

3.1 Notice of Termination of EIM and Mitigation Measures

In the event that APS terminates its participation in the EIM, it shall notify Transmission Customers by posting on OASIS within one business day of notifying the MO.

To mitigate price exposure during the 180-day period between notice of termination and the termination effective date, the APS EIM Entity may invoke the following corrective actions:

- 3.1.1 Request that the MO prevent EIM transfers and separate the APS BAA from operation of the EIM;
- 3.1.2 Request that the MO suspend settlement of EIM charges with the respect to APS.
- 3.1.3 Should the APS EIM Entity request either or both of these mitigation measures, it will post notice on OASIS that the measure or measures are in place within one business day of the MO confirming it has implemented the same.



Arizona Public Service Company Energy Imbalance Market

3.2 Notice of Corrective Actions for Temporary Contingencies

In the event that APS must declare a temporary contingency and invoke corrective actions pursuant to section 10.3 of Attachment Q of the APS OATT, it shall provide notice to Transmission Customers of such declaration and corrective actions as immediately as practicable by OASIS posting. APS shall update the notice with additional information on the nature and duration of the contingency, and on the corrective measures in place, as promptly as practicable after such information becomes available during and after the contingency.

This Business Practice describes general conditions and practices. There may be specific circumstances that require some variation from or are not addressed by this Business Practice.

Version	Effective Date	Change Tracking	Reviewed By	Approved By	Standard No.
Original	10/1/2016		Thomas McCall	Twyana Blair	N/A

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