From:	Allen, Meredith
Sent:	10/13/2010 10:15:27 AM
To:	'Simon, Sean A.' (SVN@cpuc.ca.gov)
Cc:	
Bcc:	
Subject:	

During the Delivery Term, Seller grants, pledges, assigns and otherwise commits to Buyer all of the Project's Contract Capacity, including Capacity Attributes, from the Project to enable Buyer to meet its Resource Adequacy or successor program requirements, as the CPUC, CAISO or other regional entity may prescribe ("Resource Adequacy Requirements"). Seller understands that the CPUC is currently in the process of developing requirements for Resource Adequacy and these requirements and the implementation thereof have not been finalized. Subject to the Compliance Cost Cap, Seller agrees that during the Delivery Term Seller shall, at a minimum, comply with the terms set forth in <u>Appendix X</u> to enable Buyer to use all of the capacity, including Capacity Attributes, to be committed by Seller to Buyer pursuant to this Agreement to meet Buyer's Resource Adequacy Requirements.