

APPENDIX IV

Rates For Certain Ancillary Service Bids

Availability. Edison sells Regulation, Spinning Reserve, and Non-Spinning Reserve at wholesale under this rate schedule to the ISO and to others that are self-providing Ancillary Services to the ISO.

Applicability. This rate schedule applies to all wholesale sales of Regulation, Spinning Reserve, and Non-Spinning Reserve by Edison to the ISO and to others that are self-providing Ancillary Services to the ISO.

Rates. Sales of Regulation, Spinning Reserve, and Non-Spinning Reserve made under this rate schedule shall be at rates established between the purchaser and Edison.

Prohibited Affiliate Transactions. Sales of Regulation, Spinning Reserve, and Non-Spinning Reserve will not be made pursuant to this rate schedule to Edison Source or any other marketers affiliated with Edison.

Other Terms and Conditions. All other terms and conditions of sale shall be established by agreement between the purchaser and Edison.

Effective Date. This rate schedule is effective for service rendered on and after November 3, 1998.