

October 15, 2021

The Honorable Kimberly D. Bose
Secretary
Federal Energy Regulatory Commission
888 First Street, NE
Washington, DC 20426

**RE: California Independent System Operator Corporation
Docket Nos. ER06-615-___ and ER07-1257-___
Market Disruption Report**

Dear Secretary Bose:

The California Independent System Operator Corporation (CAISO) hereby submits its August/September report covering Market Disruption reportable events under Section 7.7.6 of the CAISO Tariff that occurred from July 16, 2021 to August 15, 2021.¹

Please contact the undersigned with any questions.

Respectfully submitted

By: /s/ Sidney Mannheim

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¹ The CAISO submits the Market Disruption report pursuant to *California Independent System Operator Corp.*, 126 FERC ¶ 61,211 (2009) and Section 7.7.6 (d) of the CAISO Tariff (CAISO Tariff Section 7.7.15 was moved into Section 7.7.6 in the CAISO's Administrative Pricing tariff amendment, see *Cal. Indep. Sys. Operator Corp.*, 158 FERC ¶ 61,085 (2016)).



Market Disruption Report Aug 16, 2021 to Sep 15, 2021

October 15, 2021

CAISO Market Analysis and Forecasting

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I. Background

A Market Disruption is an action or event that causes a failure of a CAISO Market, related to system operation issues or System Emergencies.¹ Pursuant to Section 7.7.6 of the CAISO Tariff, the California Independent System Operator Corporation (ISO or CAISO) can take one or more of a number of specified actions in the event of a Market Disruption, to prevent a Market Disruption, or to minimize the extent of a Market Disruption. The CAISO reports Market Disruption occurrence in any of the following circumstances:

- When any of the CAISO market processes fail to publish, including the Integrated Forward Market (IFM), Residual Unit Commitment (RUC), the Real-Time Market, which includes the Hour-Ahead Scheduling Process (HASP), Fifteen Minute Market (FMM), and the Real-Time Dispatch (RTD) processes;
- When the CAISO manually overrides the closing of the Day-Ahead Market; or
- Any time that the CAISO removes Bids from a CAISO Market to prevent a Market Disruption or to minimize the extent of a Market Disruption.

The Market Disruption report contains the following information:

- The frequency and types of actions taken by the CAISO pursuant to Section 7.7.6;
- The nature of the Market Disruptions that caused the CAISO to take action, or the Market Disruptions that were successfully prevented or minimized by the CAISO as a result of taking action, and the CAISO's rationale for taking such actions pursuant to Section 7.7.6;
- Information about the Bids (including Self-Schedules) removed pursuant to Section 7.7.6 (*i.e.*, megawatt quantity, point of interconnection, specification of the Day-Ahead versus Real-Time Bid, and Energy or Ancillary Services Bid); and
- The CAISO's rationale for its removal of Bids (including Self-Schedules) pursuant to Section 7.7.6.²

¹ Section 7.6 and 7.7 of the CAISO Tariff refer to these system operation issues or System Emergencies, respectively. CAISO Tariff, Appendix A, definition of Market Disruption. Capitalized terms not otherwise defined herein have the meanings set forth in the CAISO Tariff.

² *Id.* at P 29 & n.29.

II. Report on Market Disruptions Occurring from August 16, 2021 through September 15, 2021

The CAISO’s report on Market Disruptions that occurred from August 16, 2021 through September 15, 2021, is provided in Table 1 and Attachment A below. Attachment A includes an entry for each reportable Market Disruption event and each indicates:

- (1) The date of the Market Disruption;
- (2) The hour and Dispatch Interval when the Market Disruption ended;
- (3) The type of CAISO Market in which the Market Disruption occurred; and
- (4) A description of the nature of the Market Disruption, the nature of any actions taken by the CAISO, the rationale for such actions, and the Market Disruption prevented or minimized as a result of taking such actions.

For each of the CAISO Markets, Table 1 lists the number of Market Disruptions during the time period covered by this report. As shown in Table 1, there were a total of 79 Market Disruptions for the reporting period.

Table 1: Summary of Market Disruption Report

Type of CAISO Market	Market Disruption or Reportable Events
Day-Ahead	
IFM	0
RUC	0
Real-Time	
Fifteen Minute Market Interval 1	5
Fifteen Minute Market Interval 2	4
Fifteen Minute Market Interval 3	4
Fifteen Minute Market Interval 4	2
Real-Time Dispatch	64

Table 1 above shows the market disruptions in the real time market in order to incorporate the FMM binding intervals.

The frequency of RTD failures decreased from 69 to 64 in comparison to the report for the period of July 16, 2021 through August 15, 2021. RTD failures accounted for approximately 81 percent of all of the Market Disruptions during this reporting period.

Planned Maintenance occurred on August 24th, August 26th, and September 13th. From August 24th to August 25th there were 4 (2 RTD, 2 FMM) disruptions due to database maintenance. On August 26th there were 4 (RTD) disruptions and on September 13th there were 4 (3 RTD, 1 FMM) disruptions due to IFM/RTN patching. On August 26th there were 7 (5 RTD, 2 FMM) disruptions due to IFM/RTN fallback.

On August 25th there were 3 (RTD) disruptions due to an RTCD run for a fire. On August 14th there were 2 (RTD) disruptions due to an RTCD run for testing purposes.

On September 1st there were 13 (8 RTD, 5 FMM) disruptions due to a software issue due to clean bids failure. On August 19th there were 6 (RTD) disruptions due to a software issue. On September 5th there were 8 (RTD) disruptions due to a software issue. On September 9th there were 6 (RTD) disruptions due to a software issue.

The CAISO made resources non-participating in FMM due to market failures on following days - August 16th, August 19th, August 22nd, and September 15th. The resources were made non-participating strictly to resolve the FMM issues and not due to bidding concerns. Different resources were made non-participating for each day. The CAISO made resources non-participating in RTD due to market failures on August 22nd, August 25th and August 31st. The resources were made non-participating strictly to resolve the RTD issues and not due to bidding concerns. Different resources were made non-participating for each day.

Market Disruption for Unique Pricing Feature

The CAISO implemented a feature to ensure unique pricing under a degenerate condition in November 2015, which was implemented along with other pricing enhancements to improve market efficiency.

Table 2 captured below shows the dates and market in which the pricing feature was disabled between August 16, 2021 and September 15, 2021. The uniqueness feature was enabled for all other intervals across all the markets for the timeframe captured in this report.

Table 2: Status of Unique Pricing Feature across Various Markets

The pricing feature was not disabled between August 16, 2021 and September 15, 2021.

ATTACHMENT A

**California Independent System Operator Corporation
Market Disruption Report
October 15, 2021**

Table 3: Market Disruptions, Nature of Actions Taken by the CAISO, Rationale and/or Market Disruption Prevented or Minimized as a Result of such Actions

Count	Date	Hour	Interval	Market	Nature of Actions, Nature of Market Disruption, Rationale and/or Market Disruption Prevented or Minimized as a Result of such Actions
1	8/17/2021	1	1	RTD	RTD results were blocked and previous solution used.
2	8/17/2021	1	2	RTD	RTD results were blocked and previous solution used.
3	8/17/2021	1	3	RTD	RTD results were blocked and previous solution used.
4	8/19/2021	12	7	RTD	RTD Broadcast failed. The market results for this interval were filled based on the tariff sections 7.7.9 and 29.7(j).
5	8/19/2021	12	8	RTD	RTD Broadcast failed. The market results for this interval were filled based on the tariff sections 7.7.9 and 29.7(j).
6	8/19/2021	12	9	RTD	RTD Broadcast failed. The market results for this interval were filled based on the tariff sections 7.7.9 and 29.7(j).
7	8/19/2021	12	10	RTD	RTD Broadcast failed. The market results for this interval were filled based on the tariff sections 7.7.9 and 29.7(j).

Count	Date	Hour	Interval	Market	Nature of Actions, Nature of Market Disruption, Rationale and/or Market Disruption Prevented or Minimized as a Result of such Actions
8	8/19/2021	12	11	RTD	RTD Broadcast failed. The market results for this interval were filled based on the tariff sections 7.7.9 and 29.7(j).
9	8/19/2021	12	12	RTD	RTD Broadcast failed. The market results for this interval were filled based on the tariff sections 7.7.9 and 29.7(j).
10	8/20/2021	1	3	RTD	RTD results were blocked and previous solution used.
11	8/23/2021	14	1	RTD	RTD Broadcast failed.
12	8/24/2021	24	4	FMM	FMM did not run due to maintenance.
13	8/24/2021	24	11	RTD	RTD did not run due to maintenance. The market results for this interval were filled based on the tariff sections 7.7.9 and 29.7(j).
14	8/24/2021	24	12	RTD	RTD did not run due to maintenance. The market results for this interval were filled based on the tariff sections 7.7.9 and 29.7(j).
15	8/25/2021	1	1	FMM	FMM did not run due to maintenance.
16	8/25/2021	15	5	RTD	RTD Broadcast failed due to RTCD. The market results for this interval were filled based on the tariff sections 7.7.9 and 29.7(j).
17	8/25/2021	15	8	RTD	RTD Broadcast failed due to RTCD. The market results for this interval were filled based on the tariff sections 7.7.9 and 29.7(j).

Count	Date	Hour	Interval	Market	Nature of Actions, Nature of Market Disruption, Rationale and/or Market Disruption Prevented or Minimized as a Result of such Actions
18	8/25/2021	15	9	RTD	RTD did not run due to RTCD. The market results for this interval were filled based on the tariff sections 7.7.9 and 29.7(j).
19	8/25/2021	19	1	RTD	RTD results were blocked and previous solution used.
20	8/26/2021	16	1	FMM	FMM did not run due to application problem.
21	8/26/2021	15	7	RTD	RTD did not run due to patch related system issues. The market results for this interval were filled based on the tariff sections 7.7.9 and 29.7(j).
22	8/26/2021	15	8	RTD	RTD did not run due to patch related system issues. The market results for this interval were filled based on the tariff sections 7.7.9 and 29.7(j).
23	8/26/2021	15	9	RTD	RTD did not run due to patch related system issues. The market results for this interval were filled based on the tariff sections 7.7.9 and 29.7(j).
24	8/26/2021	15	10	RTD	RTD did not run due to patch related system issues. The market results for this interval were filled based on the tariff sections 7.7.9 and 29.7(j).
25	8/26/2021	16	2	HASP	HASP did not run due to application problem.
26	8/26/2021	23	1	FMM	FMM did not run due to maintenance. The market results for this interval were filled based on the tariff sections 7.7.9 and 29.7(j).

Count	Date	Hour	Interval	Market	Nature of Actions, Nature of Market Disruption, Rationale and/or Market Disruption Prevented or Minimized as a Result of such Actions
27	8/26/2021	22	7	RTD	RTD did not run due to maintenance. The market results for this interval were filled based on the tariff sections 7.7.9 and 29.7(j).
28	8/26/2021	22	8	RTD	RTD did not run due to maintenance. The market results for this interval were filled based on the tariff sections 7.7.9 and 29.7(j).
29	8/26/2021	22	9	RTD	RTD did not run due to maintenance. The market results for this interval were filled based on the tariff sections 7.7.9 and 29.7(j).
30	8/26/2021	22	10	RTD	RTD did not run due to maintenance. The market results for this interval were filled based on the tariff sections 7.7.9 and 29.7(j).
31	8/26/2021	22	11	RTD	RTD did not run due to maintenance. The market results for this interval were filled based on the tariff sections 7.7.9 and 29.7(j).
32	8/26/2021	23	2	HASP	HASP did not run due to maintenance. The market results for this interval were filled based on the tariff sections 7.7.9 and 29.7(j).
33	8/27/2021	12	9	RTD	RTD did not run due to RTCD. The market results for this interval were filled based on the tariff sections 7.7.9 and 29.7(j).
34	8/27/2021	12	11	RTD	RTD did not run due to RTCD. The market results for this interval were filled based on the tariff sections 7.7.9 and 29.7(j).
35	8/30/2021	8	11	RTD	RTD results were blocked and previous solution used.

Count	Date	Hour	Interval	Market	Nature of Actions, Nature of Market Disruption, Rationale and/or Market Disruption Prevented or Minimized as a Result of such Actions
36	9/1/2021	4	3	FMM	FMM did not run due to application problem. The market results for this interval were filled based on the tariff sections 7.7.9 and 29.7(j).
37	9/1/2021	4	4	FMM	FMM did not run due to application problem. The market results for this interval were filled based on the tariff sections 7.7.9 and 29.7(j).
38	9/1/2021	5	1	FMM	FMM did not run due to application problem. The market results for this interval were filled based on the tariff sections 7.7.9 and 29.7(j).
39	9/1/2021	4	9	RTD	RTD failed due to application problem.
40	9/1/2021	4	10	RTD	RTD failed due to application problem.
41	9/1/2021	4	11	RTD	RTD did not run due to application problem. The market results for this interval were filled based on the tariff sections 7.7.9 and 29.7(j).
42	9/1/2021	4	12	RTD	RTD did not run due to application problem. The market results for this interval were filled based on the tariff sections 7.7.9 and 29.7(j).
43	9/1/2021	5	1	RTD	RTD did not run due to application problem. The market results for this interval were filled based on the tariff sections 7.7.9 and 29.7(j).
44	9/1/2021	5	2	HASP	HASP did not run due to application problem.

Count	Date	Hour	Interval	Market	Nature of Actions, Nature of Market Disruption, Rationale and/or Market Disruption Prevented or Minimized as a Result of such Actions
45	9/1/2021	5	2	RTD	RTD did not run due to application problem. The market results for this interval were filled based on the tariff sections 7.7.9 and 29.7(j).
46	9/1/2021	5	3	FMM	FMM did not run due to application problem.
47	9/1/2021	5	3	RTD	RTD Broadcast failed. The market results for this interval were filled based on the tariff sections 7.7.9 and 29.7(j).
48	9/1/2021	5	4	RTD	RTD Broadcast failed. The market results for this interval were filled based on the tariff sections 7.7.9 and 29.7(j).
49	9/5/2021	15	7	RTD	RTD Broadcast failed. The market results for this interval were filled based on the tariff sections 7.7.9 and 29.7(j).
50	9/5/2021	15	8	RTD	RTD Broadcast failed. The market results for this interval were filled based on the tariff sections 7.7.9 and 29.7(j).
51	9/5/2021	15	9	RTD	RTD Broadcast failed. The market results for this interval were filled based on the tariff sections 7.7.9 and 29.7(j).
52	9/5/2021	15	10	RTD	RTD Broadcast failed. The market results for this interval were filled based on the tariff sections 7.7.9 and 29.7(j).
53	9/5/2021	15	11	RTD	RTD Broadcast failed. The market results for this interval were filled based on the tariff sections 7.7.9 and 29.7(j).
54	9/5/2021	15	12	RTD	RTD Broadcast failed. The market results for this interval were filled based on the tariff sections 7.7.9 and 29.7(j).

Count	Date	Hour	Interval	Market	Nature of Actions, Nature of Market Disruption, Rationale and/or Market Disruption Prevented or Minimized as a Result of such Actions
55	9/5/2021	16	1	RTD	RTD Broadcast failed. The market results for this interval were filled based on the tariff sections 7.7.9 and 29.7(j).
56	9/5/2021	16	2	RTD	RTD Broadcast failed. The market results for this interval were filled based on the tariff sections 7.7.9 and 29.7(j).
57	9/6/2021	1	2	RTD	RTD results were blocked and previous solution used.
58	9/7/2021	22	1	RTD	RTD results were blocked and previous solution used.
59	9/8/2021	1	2	RTD	RTD results were blocked and previous solution used.
60	9/9/2021	1	3	RTD	RTD results were blocked and previous solution used.
61	9/9/2021	5	3	FMM	FMM did not run due to application problem.
62	9/9/2021	12	1	RTD	RTD results were blocked and previous solution used.
63	9/9/2021	16	10	RTD	RTD Broadcast failed. The market results for this interval were filled based on the tariff sections 7.7.9 and 29.7(j).
64	9/9/2021	16	11	RTD	RTD Broadcast failed. The market results for this interval were filled based on the tariff sections 7.7.9 and 29.7(j).

Count	Date	Hour	Interval	Market	Nature of Actions, Nature of Market Disruption, Rationale and/or Market Disruption Prevented or Minimized as a Result of such Actions
65	9/9/2021	16	12	RTD	RTD Broadcast failed. The market results for this interval were filled based on the tariff sections 7.7.9 and 29.7(j).
66	9/9/2021	17	1	RTD	RTD Broadcast failed. The market results for this interval were filled based on the tariff sections 7.7.9 and 29.7(j).
67	9/9/2021	17	2	RTD	RTD Broadcast failed. The market results for this interval were filled based on the tariff sections 7.7.9 and 29.7(j).
68	9/9/2021	17	3	RTD	RTD Broadcast failed. The market results for this interval were filled based on the tariff sections 7.7.9 and 29.7(j).
69	9/12/2021	8	10	RTD	RTD results were blocked and previous solution used.
70	9/12/2021	8	11	RTD	RTD results were blocked and previous solution used.
71	9/12/2021	9	7	RTD	RTD results were blocked and previous solution used.
72	9/12/2021	9	8	RTD	RTD results were blocked and previous solution used.
73	9/13/2021	23	1	FMM	FMM did not run due to application problem.
74	9/13/2021	22	7	RTD	RTD did not run due to patch related system issues. The market results for this interval were filled based on the tariff sections 7.7.9 and 29.7(j).

Count	Date	Hour	Interval	Market	Nature of Actions, Nature of Market Disruption, Rationale and/or Market Disruption Prevented or Minimized as a Result of such Actions
75	9/13/2021	22	8	RTD	RTD did not run due to patch related system issues. The market results for this interval were filled based on the tariff sections 7.7.9 and 29.7(j).
76	9/13/2021	22	9	RTD	RTD did not run due to patch related system issues. The market results for this interval were filled based on the tariff sections 7.7.9 and 29.7(j).
77	9/13/2021	23	2	HASP	HASP did not run due to patch related system issues. The market results for this interval were filled based on the tariff sections 7.7.9 and 29.7(j).
78	9/13/2021	23	3	FMM	FMM did not run due to application problem.
79	9/14/2021	22	2	RTD	RTD results were blocked and previous solution used.

Notes:

Integrated Forward Market (IFM): The Day-Ahead Market run in which the CAISO conducts the market for purchases and sales of Energy for all hours of the next Trading Day based on submitted supply and demand bids, and performs the procurement of Ancillary Services.

Residual Unit Commitment (RUC): The Day-Ahead Market run in which the CAISO conducts unit commitment of additional resources based on submitted availability bids and the forecast of demand for every hour of the next Trading Day.

Fifteen Minute Market (FMM) Interval 1: The first of a series of four market runs conducted every Trading Hour in advance of the Operating Hour. In this run the CAISO conducts the Market Power Mitigation for submitted Bids, which applies to all of the Real-Time Market processes for the given Trading Hour. In this interval the CAISO also conducts the procurement of incremental Ancillary Services from internal resources and dynamic external resources.

Fifteen Minute Market (FMM) Interval 2: The second of a series of four market runs conducted every Trading Hour in advance of the Operating Hour during which the CAISO conducts the HASP. In the HASP, the CAISO conducts the procurement and sale of Energy and Ancillary services from non-dynamic System Resources based on submitted Bids and the CAISO Forecast of CAISO Demand. In this interval the CAISO also conducts the advisory procurement of incremental Ancillary Services from internal resources and dynamic external resources from T to T+60 minutes and procurement for the given Trading Hour.

Fifteen Minute Market (FMM) Interval 3: The third of a series of four market runs conducted every Trading Hour. During this interval the CAISO conducts the commitment of internal Short-Start and Fast Start Units for the Time Horizon of T-30 minutes to T+240 minutes. In this interval the CAISO also conducts the procurement of incremental Ancillary Services from internal resources and dynamic external resources for the given Trading Hour.

Fifteen Minute Market (FMM) Interval 4: The fourth of a series of four market runs conducted every Trading Hour. This interval is for the Fifteen Minute Market for the T-105 minutes to T+60 minutes time horizon. In this interval the CAISO also conducts 15-minute Ancillary Service Awards for non-Hourly System Resources, internal resources and dynamic external resources for the given Trading Hour.

Real-Time Dispatch (RTD): The five-minute interval of any given Operating Hour during which the CAISO conducts the market for Energy based on submitted bids and the CAISO Forecast of CAISO Demand.

CERTIFICATE OF SERVICE

I certify that I have served the foregoing document upon the parties listed on the official service list in the captioned proceedings, in accordance with the requirements of Rule 2010 of the Commission's Rules of Practice and Procedure (18 C.F.R. § 385.2010).

Dated at Folsom, California, this 15th day of October, 2021.

/s/ Jacqueline Meredith
Jacqueline Meredith