

MRTU IMS Update 2 Status Report

July 23, 2008

Executive Summary

The following are updates on items from yesterday's call:

- The DA run has had issues with the MPM run, both yesterday and in the recent past. The Vendor is investigating the causes for recurring issues with the MPM run, both on days when the CAISO was running a scenario and days when it was not.
- Some Participants have reported ongoing issues with the Expected Energy (EE) report, especially related to Interties. The CAISO continues to investigate.

In today's testing activities, Market Participants continued to connect successfully to CMRI, OASIS, and ADS using UIs and APIs. Participants did not report any connectivity or API issues today.

All Day-Ahead Market Results found in CMRI and OASIS for Trade Date 07/24/2008 were available as of 12:55 p.m. PDT. The CAISO completed Post-Market Validation of Day-Ahead Market Inter-SC trades as of 1:02 p.m. PDT. There are ongoing issues with the MPM run, so the CAISO has been relaxing some of the constraints to allow the optimization to solve.

Issues Identified and Market Participants' Comments

Please see the Daily Issues Report posted at <http://www.aiso.com/1c96/1c96acdd1d710.html> for a report of the new and updated issues from yesterday's activities. The CAISO will update this report daily and post it at the start of each day.

In addition to the issues identified, there were a few other items raised which require follow up by CAISO:

- Participants are still seeing issues with prices despite a recent patch thought to have caused the unusual prices in CMRI being backed out.
- Some Participants have reported that wheeling transactions are not working properly. The CAISO will update Participants on the status of wheeling in the near future.

Issues Resolved/Responses Provided

- The CAISO is considering taking the U2 system down during the week of August 25, 2008 to allow fixes and enhancements that may not have been in the original scope of MRTU, but are needed for go-live.
- The CAISO is finalizing its review of the results of Scenario 25f which it ran on July 22nd as well as the tests of SLIC and will publish its findings as soon as they are available.
- The CAISO plans to publish an updated Market Simulation Guidebook no later than Friday, July 25th.
- During the week of August 4th, the CAISO will shift to the stated Fall Load forecast date as the base for market simulation activities. The CAISO will clarify the impacts on the initial conditions applicable to Participants' resources.

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- The XSD changes to facilitate multiple ETC submittals has not yet been promoted to U2. The CAISO will update Participants on the status of this change.
- The CAISO is still working on converting data from the old to new naming conventions for DLAP prices on OASIS. Participants can request specific data they would like to see before the names are converted.
- The CAISO will clarify when the DEC bidding rule will be removed from the U2 environment.
- Many Participants have commented that Expected Energy is not correct in many cases, especially at the Interties. This is a known issue that the CAISO is working with its vendor to resolve. The CAISO would appreciate additional information from Participants regarding EE for any Trade Days after 07/20/2008.
- The CAISO has implemented a few Exceptional Dispatches (EDs) for Trade Day 07/22/2008 to trigger the related Charge Codes. This was limited to about three SCs and the CAISO will run similar tests in the future.

Plan for July 24, 2008

- Continue with semi-structured testing. Participants may submit whatever Bids they desire.
- Market Participants continue to retrieve market results through SIBR, CMRI, OASIS, ADS and BAPI, and to report to the CAISO their success in doing so.
- Conduct IMS U2 “Touch Point” conference calls via the open bridge at 9:00 a.m. and 2:30 p.m.

Market Simulation Conference Bridge
Open 7:00 a.m. to 6:00 p.m. PDT
Call In Number (866) 205-4243
Passcode 2012446