



Market Performance Update

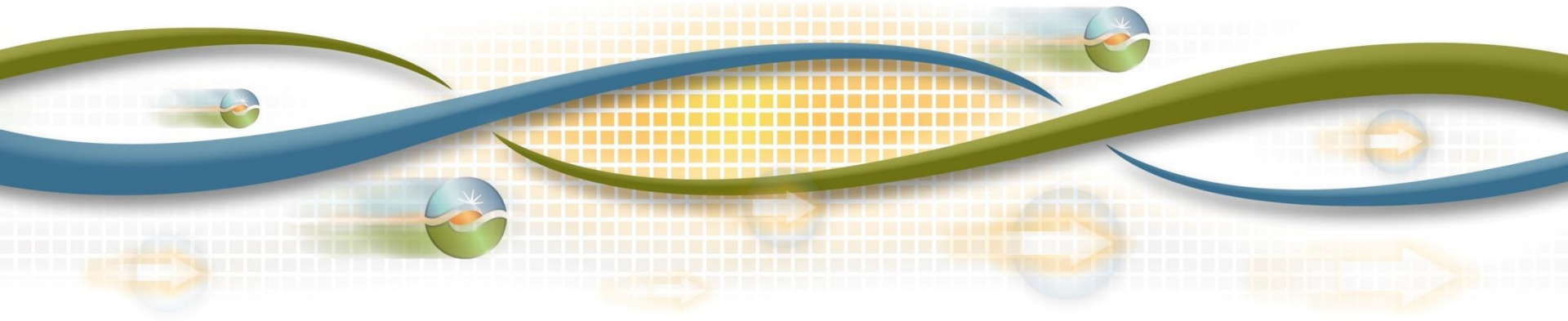
Nan Liu

Manager, Market Development and Analysis

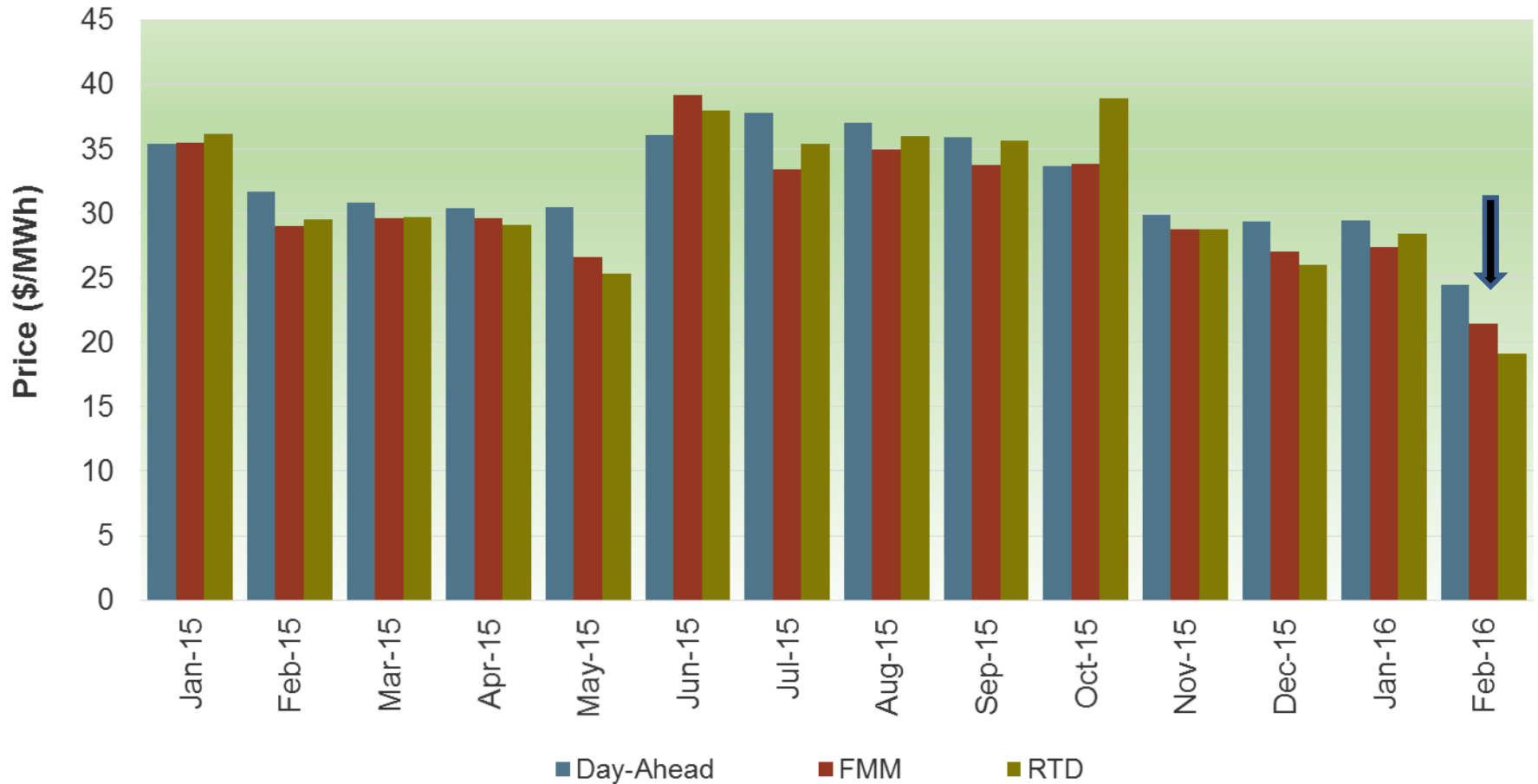
Board of Governors

General Session

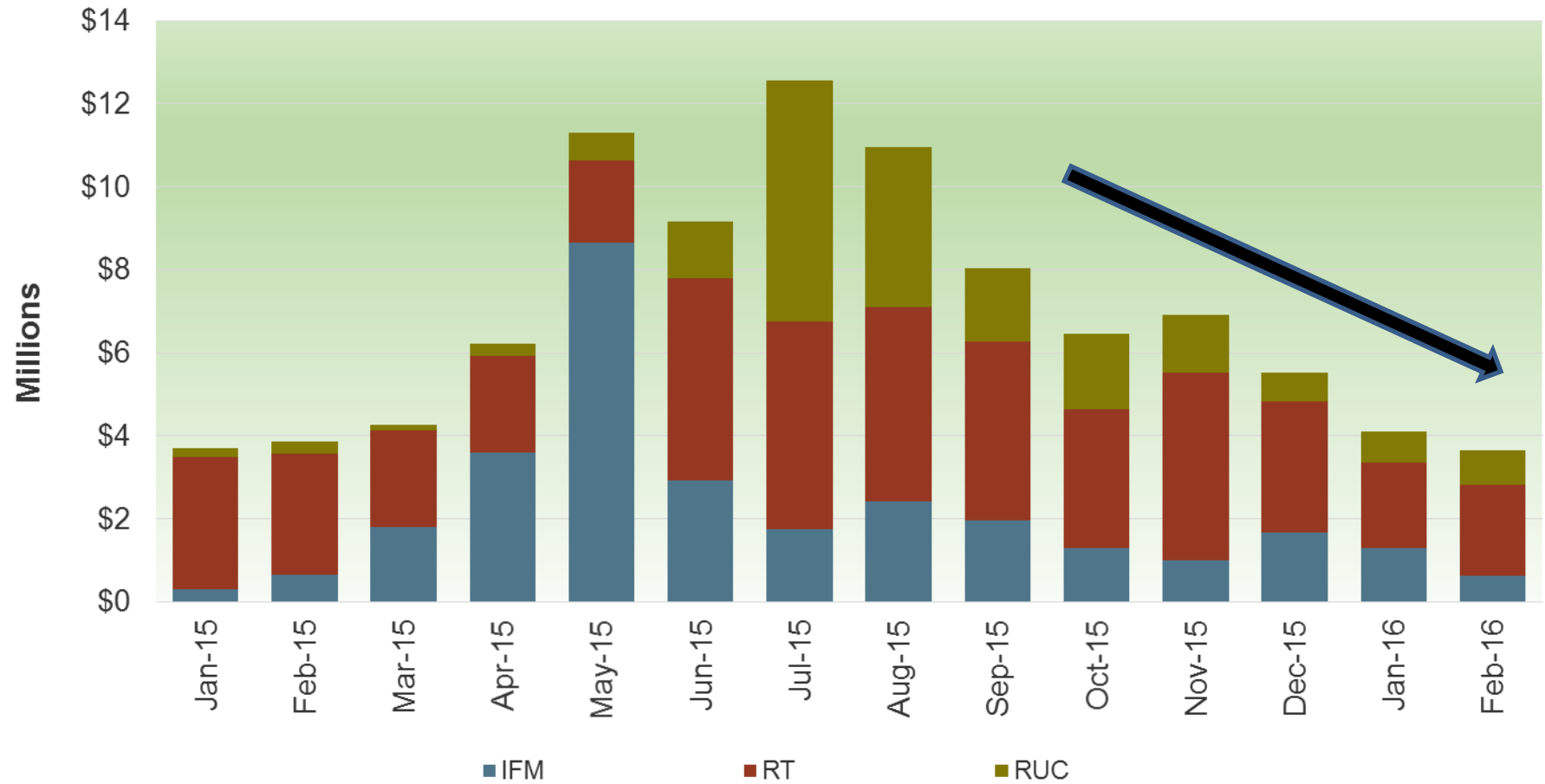
March 24-25, 2016



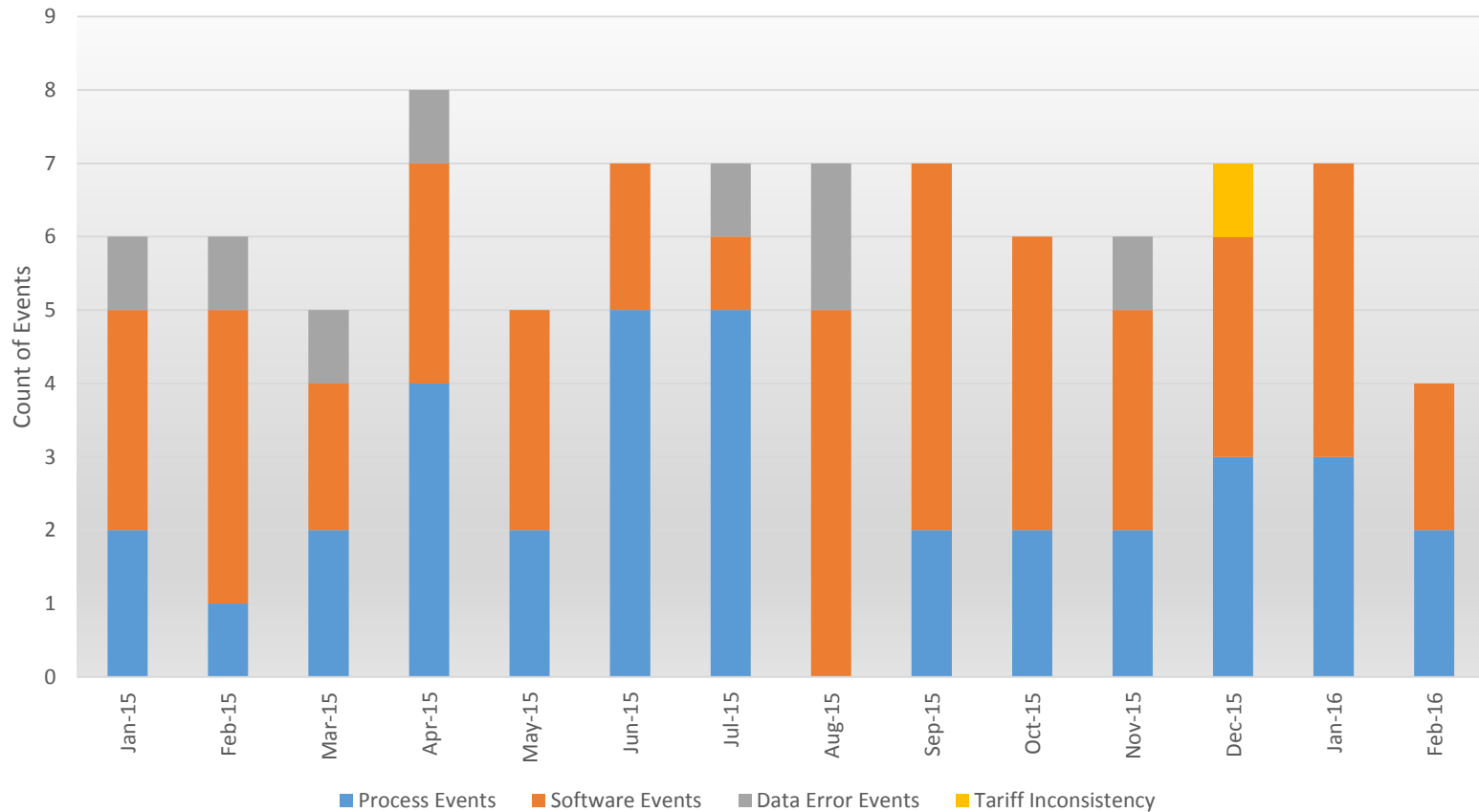
Lower real-time prices in February were driven in part by surplus generation from wind and solar generation in real-time.



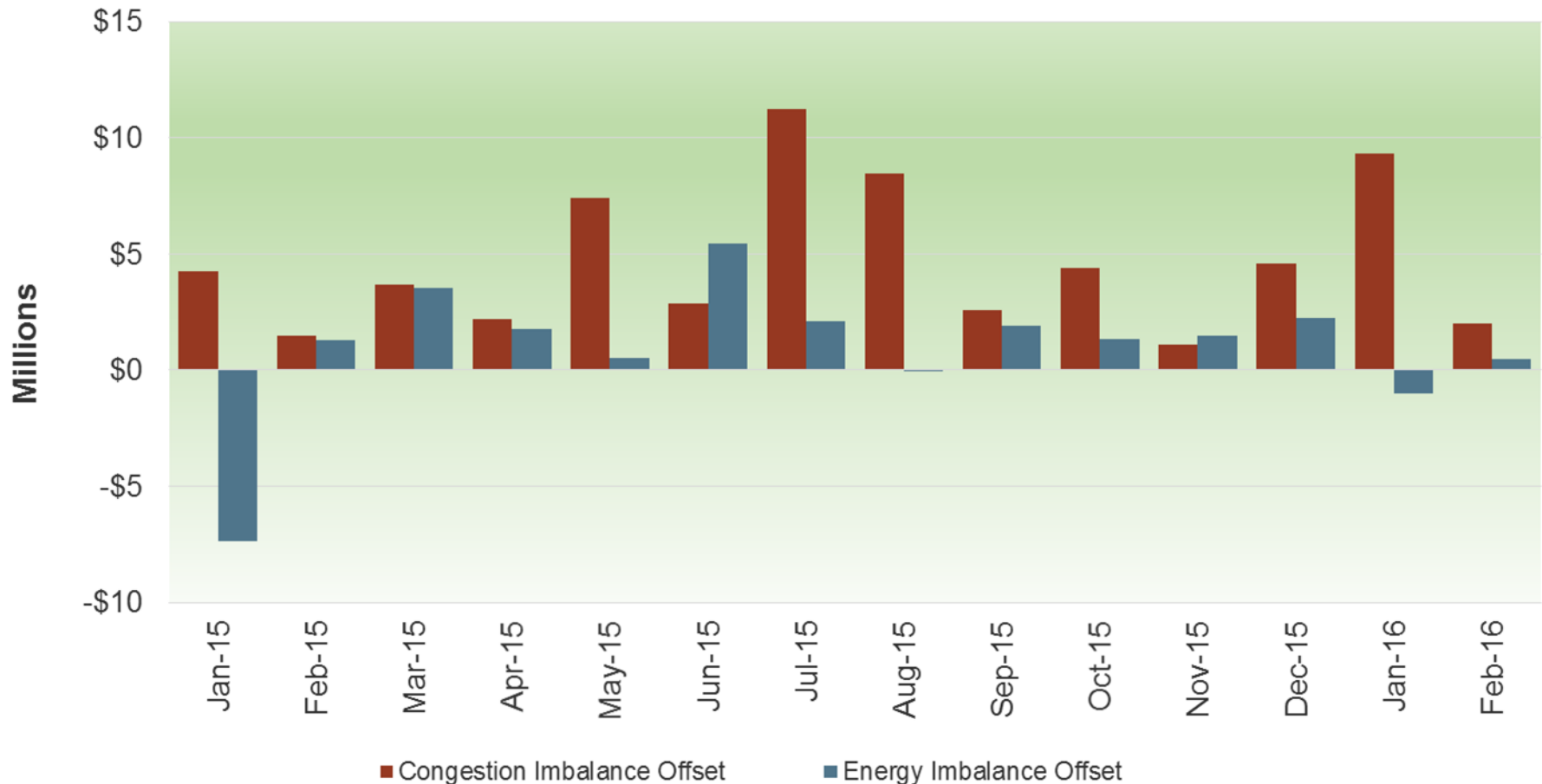
Total bid cost recovery cost in the ISO area continued to decline since summer of 2015.



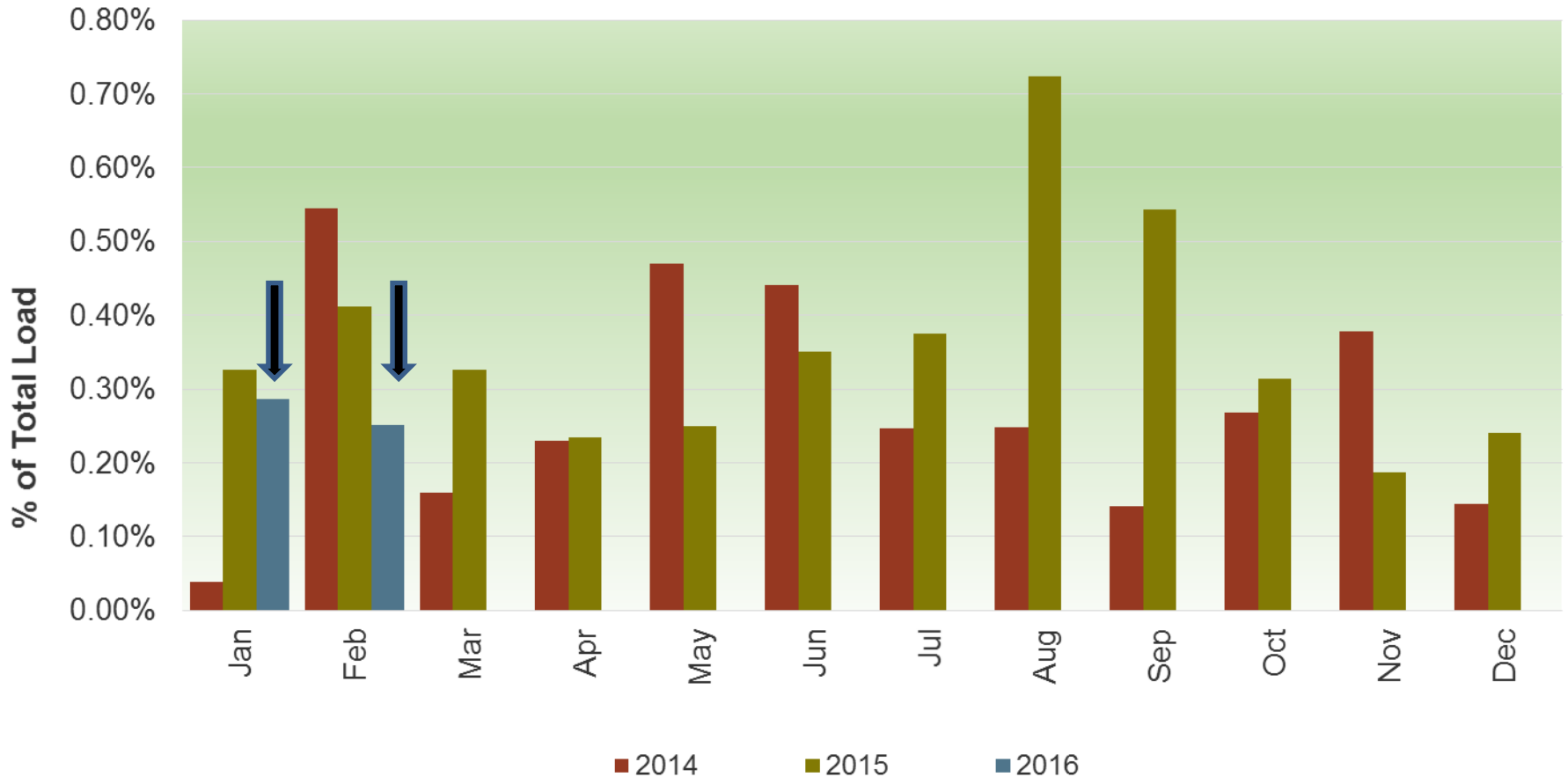
Price correction events in 2016 driven by software events and process-related issues.



ISO area real-time congestion and energy offset costs remained at low levels.



Exceptional dispatch volume in the ISO area continued to be low in January and February.



Congestion revenue rights market revenue adequacy level improved in 2016.

