

Memorandum

To: ISO Board of Governors

From: Jim Detmers, Vice President, Operations

Date: January 18, 2007

Re: **Operations Monthly Report**

This memorandum does not require Board action. This memo is an update to the Board.

EXECUTIVE SUMMARY

The Operations department is providing to the Board of Governors a monthly status report highlighting critical activities and events. Each month the Market Services report will be updated with the most recent information and will also include additional information as deemed relevant. Every monthly report will include the following sections:

Operations Highlights

The Operations section of the report will highlight notable events, system performance, and operation performance including performance standards, sanctions, and performance relative to the ISO goals.

- Generation Outage Reporting
- Scheduling & Tagging –Next Generation Project
- Coordination with Bonneville Power and Salt River Project

Market Services Highlights

The Market Services section of the report will highlight Market system availability and notable settlement activity. It is intended that additional information on market activity will be included in this section of the report over the next several months.

Operations Support Highlights

The Operations Support section will highlight compliance activity including Ancillary Service No Pay and payments rescinded for non-compliance. This section also includes settlement dispute activity.

LST UPDT: 1-18-07