

Exhibit No. ISO 2(12)

January 8, 1999

STEERING COMMITTEE CONFERENCE CALL

Epstein, Michael

From: Valeria Leyva
Tuesday, January 05, 1999 2:39 PM
To: Banaghan, Ellen; Barkovich, Barbara; Barreno, Romulo F; Braun, Tony; Campo, Bobby; Cazalet, Denise; Cohen, David; Ellis, Jack; Jobson, Brian; Johnson, Roger; Kehrein, Carolyn; Lucero, Ed; Werner, Michael; Wynne, Michele; 'awodtek@aandelp.com'
Cc: Leonard, Alice; Larson, Ty; Epstein, Michael; Fuller, Don; Greenleaf, Steve; Leiber, Phil; Nelsen, Deanne; Nickel, Judy; Schneider, Susan; Webber, Karen; Windmiller, Michelle
Subject: GMC Unbundling Steering Committee Conference Call

We have a conference call scheduled for Friday January 8, 1999. Please review the conference details.

GMC Unbundling Steering Committee Conference Call

- Call Date & Time - Jan -08-99 8:30a.m PT
- Passcode: GMC Unbundling Steering
- Dial-in number: 1-888-676-9720
- Leader of Meeting - Mike Epstein

Pass

For security reasons, the passcode GMC Unbundling Steering will be required to join the conference call. If you have any questions or need additional information contact me @ 916-351-2118 or Michael Epstein @ 916-351-2314.

Thank you,
Valeria Leyva

GMC Unbundling Options
Current Services/Functions ("Buckets") Performed by the ISO
As Proposed by the GMC Unbundling Steering Committee

In December, the GMC Unbundling Steering Committee ("Committee") expanded the two Functions and Services ("Buckets") that were proposed in the Rudden Report into five Buckets. The two Rudden Buckets were Control Area Operations and Market Facilitation Operations. The Committee further broke the Buckets into Control Area Operations, Congestion, Scheduling, Market Operations and Billing and Settlements (Metering, Billing and Settlements). A Bucket for Existing Contracts has not provided as it is less than threshold of 5% and it is a policy of the Committee to exclude Buckets that are less than 5%. If further analysis increases this area it will be addressed.

We are requesting the Market Participants review the attached Tables and inform the ISO if other functions have been omitted. Responses are needed by This information is needed by January 7th for the Committee meeting on the 8th.

Contacts:

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