

GENERAL SESSION MINUTES MARKET SURVEILLANCE COMMITTEE MEETING

January 26, 2016, 2:00 p.m.

General Session

Offices of the ISO

250 Outcropping Way

Folsom, CA 95630

January 26, 2016

The Market Surveillance Committee (MSC), an advisory committee to the ISO Board of Governors, convened the general session at approximately 2:00 pm and the presence of a quorum was established.

ATTENDANCE via Telephone

The following members of the Market Surveillance Committee were in attendance:

James Bushnell
Scott Harvey
Benjamin Hobbs, Chair

GENERAL SESSION

The following items were discussed in general session.

PUBLIC COMMENT

Dr. Hobbs asked for public comment on items currently not listed on the meeting agenda.

Susan Schneider, representing Phoenix Consulting, had a clarifying question regarding the framework for flexi ramping product. Having technical difficulties, Ms. Schneider's line dropped and she did not queue back up with her question.

Receiving no further questions, Dr. Hobbs turned the call over to Dr. Harvey who led the writing of the MSC opinion.

Draft Opinion on Flexible Ramping Product

Dr. Harvey summarized the elements of the MSC's draft opinion on flexible ramping product. The MSC concluded that the implementation of the flexi ramp

product design ought to improve the availability of ramp capability in the real-time dispatch. Dr. Harvey noted that the MSC expressed support for the proposed revision of the cost allocation procedures from the ISO's proposal. Dr. Harvey noted the new procedures would improve incentives for resources and imports to ramping their schedules over time in ways that help the ISO meet forecast changes in net load, rather than worsen ramping problems.

Dr. Hobbs added to the summary that the ISO's proposal is one of a number of changes that will result in more appropriate compensation for the flexibility CAISO spot markets and is the most appropriate place to be paying for flexible capacity rather than the forward markets.

Receiving no further comments from the MSC members, Dr. Hobbs turned to public comment.

Receiving no comments or questions from the telephone, Dr. Hobbs asked for a motion to approve the opinion.

Motion

Committee member Dr. Bushnell:

Moved, that the Market Surveillance Committee, Advisory Committee to the Board of Governors of the California Independent System Operator Corporation, adopt the draft opinion titled "Opinion on Flexible Ramping Product".

The motion to adopt the draft opinion was seconded by Committee member Dr. Harvey. Before taking a vote Dr. Hobbs asked if there were in any corrections or comments to be made to the opinion. Receiving none, the MSC approved 3-0-0, via roll call.

FUTURE AGENDA ITEMS

Dr. Hobbs announced that the next meeting would be Thursday, February 11 in Folsom.

ADJOURNED

There being no additional general session matters to discuss, the general session of the Market Surveillance Committee was adjourned at approximately 2:20 PM.

The MSC has approved these Minutes of the January 26, 2016 MSC Meeting at the following MSC Meeting:

Date of approval: April 19, 2016