

## Market Update Call Meeting Minutes

October 5, 2023<sup>1</sup>

### Agenda

- 1) Updates and Meeting Minutes Review – Jennie Araj
- 2) Weekly Performance Report – Jennie Araj
- 3) Price Correction Reports – Monique Royal
- 4) General Questions/ Comments– Jennie Araj

### Updates

none

### Bi-Weekly Market Performance Report

The CAISO posted the bi-weekly market performance report for September 13-26, 2023. The maximum day-ahead cleared demand was 38,050 MW and the maximum day-ahead DLAP price was \$89.54/MWh for the two weeks. The reasons for the price excursions in the fifteen-minute and five-minute markets are documented.

### Review of the Price Correction Report

During the week of September 18-22, 2023, the CAISO processed 36 intervals for price correction due to software defects. During the week of September 25-29, 2023, the CAISO processed 14 intervals for price correction due to software defects.

### General Questions

**Q:** Can you provide information on the price corrections that often occur for the flowgate 32214\_RIO OSO\_115\_32225\_BRNSWKT1\_115\_BR\_1\_1?

**A:** The CAISO has a long-standing defect open with our software vendor related to when flowgates bind for both the base case and multiple contingencies and the shadow price of the constraint reflects that many contingencies are binding in one interval. This pricing condition can arise with bids and offers expressed as step functions and result in multiple market-clearing prices under economic dispatch. When the CAISO detect the condition that a flowgate is binding for multiple contingencies, the shadow price is corrected to \$1000.

**Q:** What is driving the high RUC costs in August?

**A:** The high RUC costs are driven by a high RUC net short adder to account for uncertainty in load and renewable forecasts and high bids submitted by market participants.

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<sup>1</sup> The California ISO (CAISO) hosts this bi-weekly market update conference call, generally at 10:15AM PST bi-monthly on Thursdays. This call is an opportunity for market participants to ask general questions regarding the market. Please send any questions to [CIDI system](#), which includes questions that have proprietary information and that might be commercially sensitive.