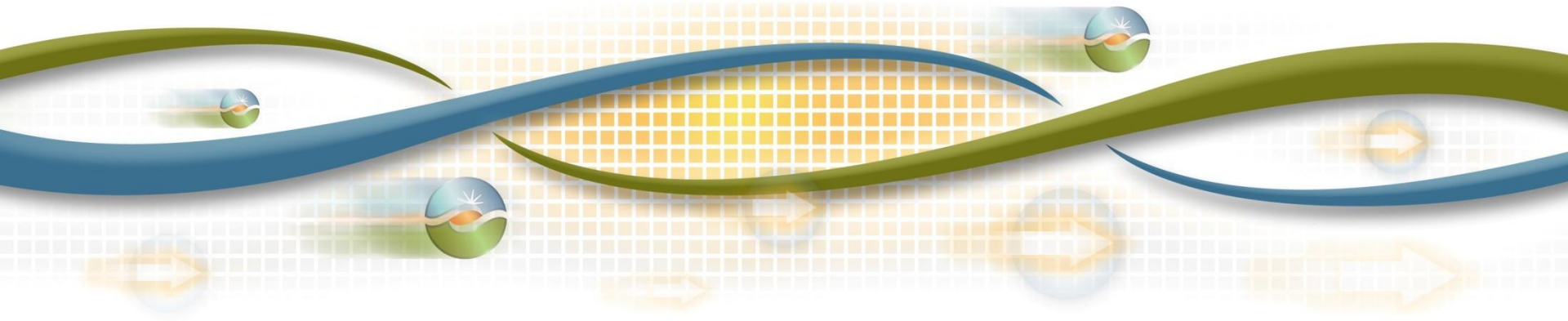


2011 Catalog of Market Design Initiatives Process

July 15, 2011

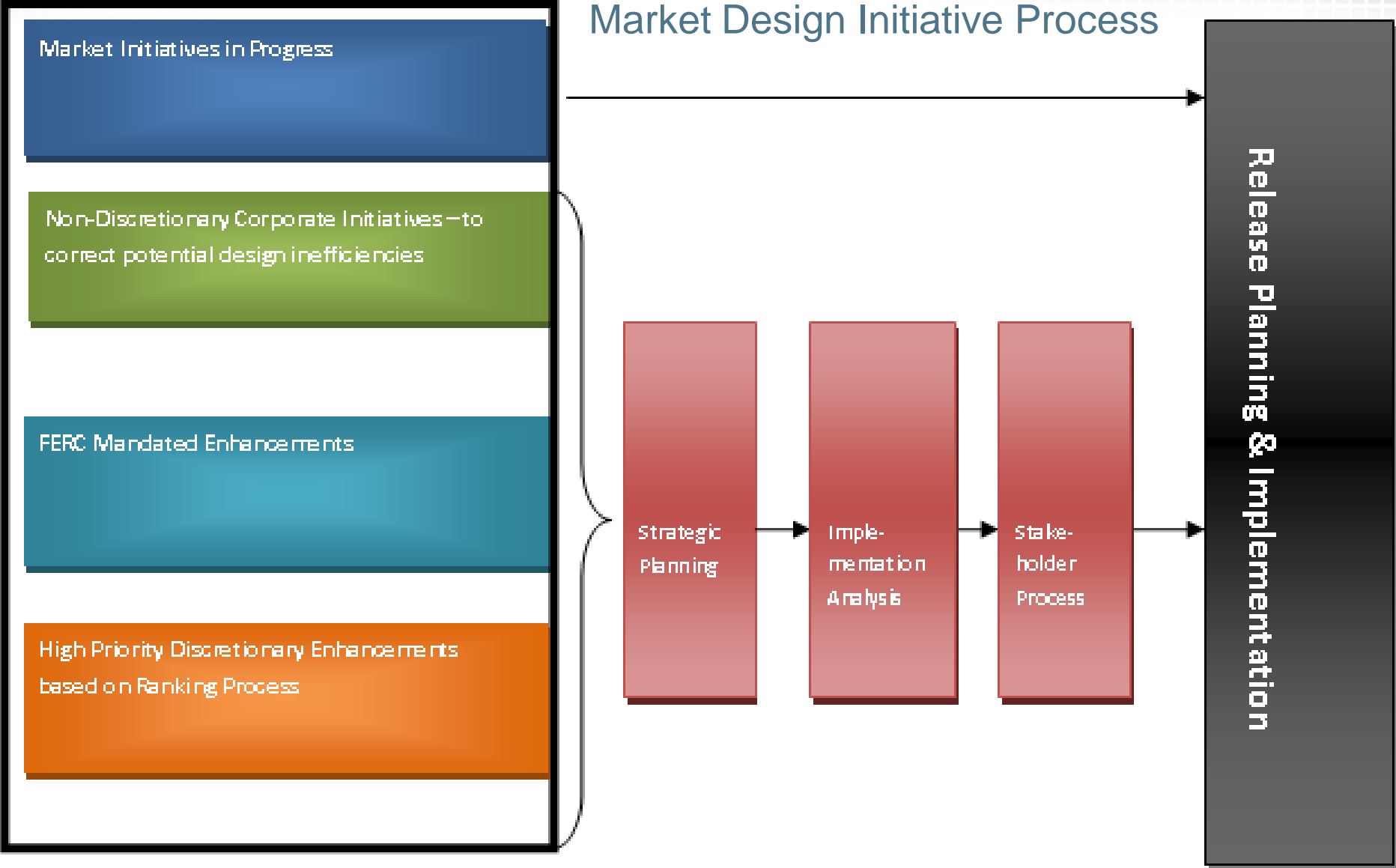
Cynthia Hinman, Sr. Market Design and Policy Specialist



Agenda for today's call

Estimated Time	Topic	Presenter
9:00 – 9:10	Introduction	Chris Kirsten
9:10 – 9:30	Market design process	Cynthia Hinman
9:30 – 9:45	Market design catalog features	Cynthia Hinman
9:45 – 10:00	Linkage to RI-MPR Phase 2	Cynthia Hinman
10:00 – 10:15	Stakeholder recommendations	Cynthia Hinman
10:15 – 10:30	Next steps	Cynthia Hinman

Market Design Initiative Process



Market Design Catalog Sections

ISO Markets	Products	Regional Topics	And the rest....
2 - Day Ahead	5 – Ancillary Services	8 – Resource Adequacy	10 - Other
3 - Real Time	6 – Congestion Revenue Rights	9 – Seams and Regional Issues	11 – Completed
4 – Residual Unit Commitment	7 – Convergence Bidding		12 – Proposed Deletions

Descriptive Codes

- (D) – Discretionary
- (F) – FERC Mandated
- (I) – In Progress
- (N) – Non-Discretionary Items

Overview of ranking methodology

- High Level Prioritization
 - Categorize proposed initiatives as High, Medium and Low based on certain criteria
- Detailed Ranking
 - High priority initiatives are evaluated more thoroughly by applying ranking criteria methodology
- Strategic Planning Process
 - Analysis of initiatives with corporate goals in mind

Initiative Ranking Process



*Where does the RI-MPR
Phase 2 Roadmap fit into
this process??*

Stakeholder Recommendations

- Request input on the following areas:
 - Suggested additions to the catalog
 - Agreement/disagreement with the proposed deletions
 - Preference regarding the ranking process

Next Steps:

- Stakeholder comments due by August 1 to MarketDesign@caiso.com.
- ISO will post the updated catalog by August 10.
- The remaining steps depend on which ranking option we choose.