



Decision on MRTU FERC Status and Readiness Certification

Sidney Davies

Assistant General Counsel – Tariff & Compliance

ISO Board of Governors Meeting

General Session

October 28 - 29, 2008

MRTU readiness includes ensuring that all necessary FERC filings are made and accepted

- Pending tariff amendment filings
- Tariff amendments to be filed following Board authorization
- Miscellaneous filings that do not require Board approval
- 60-day MRTU certification informational filing

The following MRTU filings are pending a FERC decision and are necessary for *go live*:

Pending matters	Date filed
<ul style="list-style-type: none">▪ Miscellaneous amendments▪ Clean-up tariff compliance obligations	December 21, 2007
Grid Management Charge for MRTU	February 20, 2008
Modification to decremental bidding rule	May 23, 2008
Compliance filing and rehearing request re cap on start up and minimum load costs	July 21, 2008
Rehearing request re allocation of uplift to metered sub systems	July 21, 2008

The following filings are necessary for MRTU *go live*:

Filings requiring Board authorization

Changes in conditions for modification of non-priced quantities by MRTU software

Includes compliance filing re clearing of demand in the day-ahead market and scheduling and pricing parameters

Price caps and price floors for all MRTU products

Deferral or limitation of certain MRTU functionality

60-day MRTU readiness certification

The following additional filings are also necessary for MRTU *go live*:

Other filings that do not require Board authorization

Miscellaneous tariff clarifications

Opening the day-ahead market 7 days prior to February 1

Informational filing of MRTU tariff with January 31, 2008 date

OASIS waiver under MRTU to carry over current waiver

Calculation of available transmission capacity under MRTU

Informational filing of congestion revenue rights for *go live*

Replacing Blythe's firm transmission rights with merchant congestion revenue rights for *go live*

Metered sub system agreements

Big Creek physical scheduling plant agreement

60-day MRTU certification is an informational filing that will discuss the following:

- Overall Dashboard (People, Process, Technology)
- Status of MRTU Readiness Criteria
 - Internal Readiness – ISO Business Unit assessment
 - External Readiness – Feedback from Market Participant assessment
- Status of Market Simulation Exit Criteria
- Status of Market Certifications (SAIC, LECG, PWC)
- Status of FERC Filings and outstanding FERC Orders
- Remaining Activities and Milestones for *go live*

60-day certification will also include:

- Confirmation that ISO's software and systems are ready through statements by key Officers
- Assessment that system is effective when demand bids exceed supply bids
- Confirmation that MRTU can accommodate partial resource adequacy units
- Description of the ISO's contingency plans
- Mitigation actions for any readiness criterion
- Action plans to achieve internal and external readiness

60-day certification time table is provided below.

Draft 60-day certification filing	November 12
Update 2 Market Sim complete	November 15
Stakeholder comments on draft	November 21
60-day certification filing	December 1
ISO Board meeting	December 16-17
Notice of market launch	January 22, 2009
Open Day Ahead Market	January 24, 2009
ISO Board Meeting	January 26-27, 2009
Close first Day-Ahead Market	10:00 AM January 31, 2009