From: Wolfe, Ellen

Sent: Monday, October 05, 2009 10:41 AM

To: Lo, Edward

Subject: WPTF input on real-time energy offest

Edward,

The Western Power Trading Forum appreciates the opportunity to submit a brief comment on the real-time energy offset approach, and apologizes for our late submission. Could you please confirm receipt of this email?

WPTF strongly encouraged the CAISO to (1) pursue aggressive means to revisit operational practices that are creating unnecessary discrepancies between the HASP and RTD markets, and (2) continue to pursue a RT Energy Offset allocation mechanism that reflects cost causation. The CAISO's proposal for a two tier approach seems to move in the direction of cost-causation and as such WPTF supports the CAISO's further development of a two-tier allocation scheme. We look forward to the CAISO's final proposal and ultimately to tariff and BPM details and will be pleased to provide further comments at that time.

Thanks, Ellen

Ellen Wolfe Resero Consulting (916) 791-4533 www.resero.com