



Briefing on ISO Markets

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ISO teams continue vigilance over new markets.

- Met summer loads to date with few issues
- Day-ahead generally running well
- Rate of hour-ahead scheduling process failure has decreased
- Real-time solution
- Adding improvements in process and software

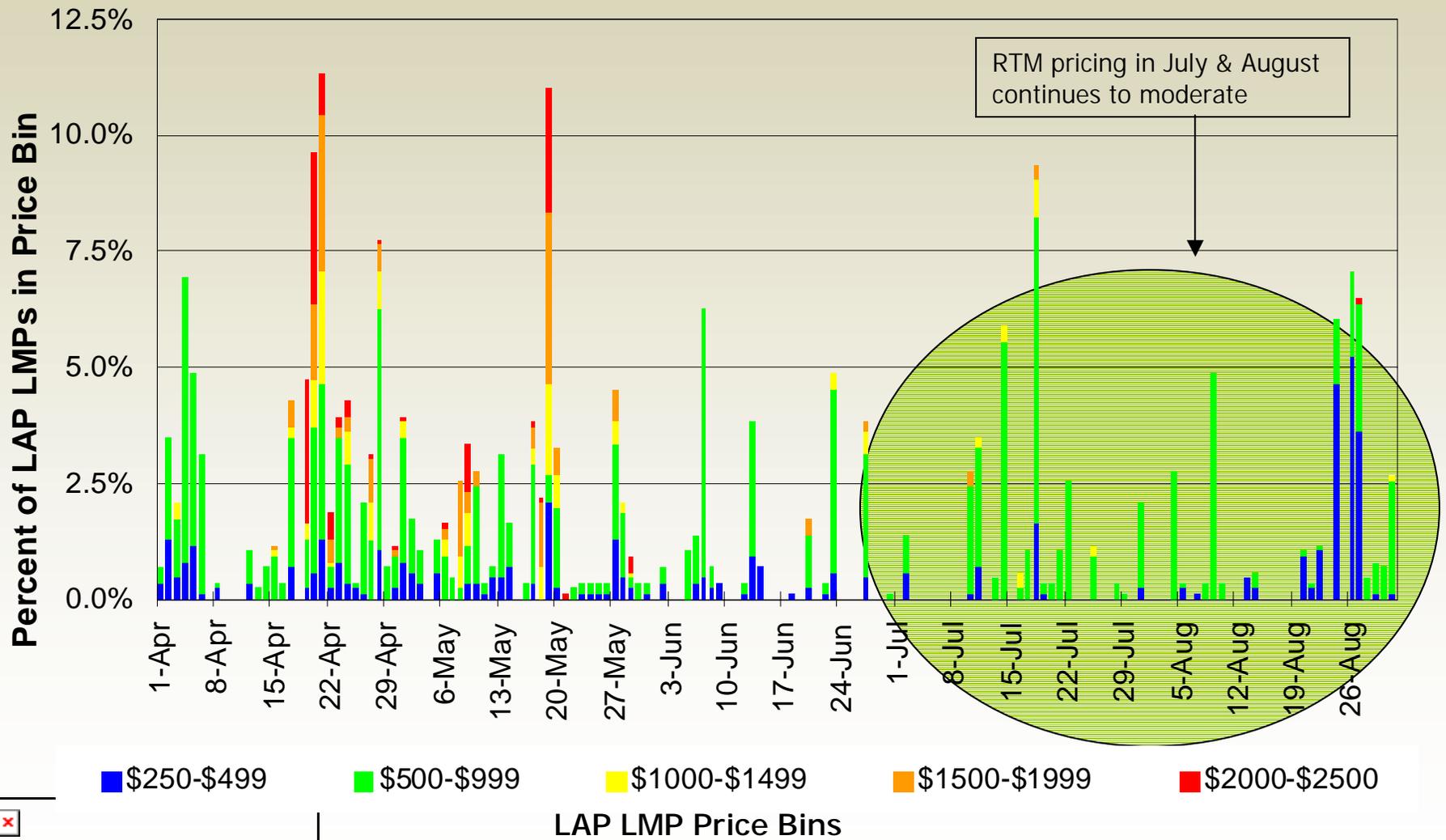


Market publishing processes performing well.

	April	May	June	July	August
Day-Ahead:					
Published by 1300	83.3%	87.1%	76.7%	71.0%	90.3%
Published by 1330	100.0%	100.0%	76.7%	83.9%	93.6%
Published by 1400	100.0%	100.0%	86.7%	90.3%	96.8%
Real-time Pre-Dispatch (including Hour-Ahead Scheduling Process)	97.15%	98.72%	97.29%	96.44%	98.25%
Real-time Dispatch	98.37%	99.45%	98.62%	95.65%	98.45%



Positive Real-Time LAP prices predominately under \$1,000.



ISO is monitoring the congestion revenue rights revenue adequacy.

- Taken steps to adjust monthly allocation and auction to ensure revenue adequacy
- Need first years data to better understand CRR usage
- 2010 annual process initiated, completion November 20
- September monthly process completed

	April	May	June	July	August
Revenue	(\$2,929,673)	(\$3,792,370)	(\$449,115)	\$638,200	(\$206,116)
Auction	\$3,315,470	\$3,485,874	\$3,570,311	\$2,152,731	\$1,830,817
Net ^{1/}	\$385,797	(\$306,496)	\$3,121,196	\$2,790,930	\$1,624,701

 ^{1/} Monthly net CRR revenue amounts allocated to measured demand

ISO continues to timely publish settlement statements and invoices.

Published On Time

Advisory Daily Credit Statement	100%
▪ Published 7 days after each trade date	
Daily Initial Statement	100%
Daily Initial Re-Issue Statement	100%
Monthly Invoice	100%
Daily T+76 Recalculation Statement	99% ^{1/}

^{1/} Not due to market software, issue with publishing



ISO continues to receive fewer settlement statement disputes than expected.

- Market participant settlement inquiries not resolved prior to first initial statement may lead to a dispute
- Dispute: Market participant formally disputes a charge on their settlement statement.
- Through September 8, dispute count was as follows:
 - 1411 total disputes
 - 1337 closed or resolved - 551 valid (41%)
 - 209 in progress



ISO has made some improvements and is focusing on additional improvement opportunities.

- Improvements made since last Board meeting:
 - Management of transmission limits
 - Recognize regulations role in ramping deficiencies

- Future improvements:
 - Market modeling process
 - Implement a new market model (DB 42)
 - Price correction process

