



# Memorandum

**To:** ISO Board of Governors and Western Energy Markets Governing Body  
**From:** Benjamin F. Hobbs, Chair, Market Surveillance Committee  
**Date:** December 11, 2024  
**Re:** **Briefing on Market Surveillance Committee activities: November 2 – December 10, 2024**

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***This memorandum does not require ISO Board of Governors or Western Energy Markets Governing Body action.***

During the period of time covered by this memorandum, the Market Surveillance Committee (MSC) of the California ISO presented its Opinion on “storage bid cost recovery and default energy bid enhancements”<sup>1</sup> to the November 7, 2024, joint ISO Board of Governors and Western Energy Markets Governing Body general session.

The MSC is now consulting with ISO staff on several initiatives. These include congestion revenue rights enhancements, price formation enhancements (especially balancing authority market power mitigation and scarcity pricing issues, along with fast-start pricing), and storage modeling enhancements (including offers that depend on state-of-charge, and bid cost recovery). Members of the MSC have attended several of the stakeholder meetings on the topics, and we anticipate holding a general session meeting of the MSC after the new year on two or more of these initiatives.

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<sup>1</sup> <https://www.caiso.com/documents/market-surveillance-committee-final-opinion-storage-bid-cost-recovery-nov-01-2024.pdf>