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From: CRCommunications
Sent: Thursday, November 11, 2004 11:41 AM
To: SC Settlements Contacts
Subject: Settlements and Market Clearing / Frequently Asked Questions Update

CAISO MARKET NOTICE

Frequently Asked Questions Update

Requested Client Action: Information Only
Categories: Settlements and Market Clearing
Subject: Frequently Asked Questions Update

Summary:

Additional information has been posted to the FERC Refund Re-run Frequently Asked Questions section on the ISO website. This information relates to a response committed to during the ISO's October 29, 2004 conference call.

Main Text:

A question was raised during the October 29th re-run call with Market Participants relative to mitigation of import transactions and whether they occur on a 10-minute or hourly basis in the ISO system. The ISO settlement system must settle on a 10-minute basis, so the ISO proposes the following to comply with the March 26, 2003 order, paragraph 79.

The ISO will calculate impacts of 10-minute vs. hourly mitigation outside the settlement system and publish these impacts separately to Market Participants for review. The ISO would then make appropriate adjustments at the end of the refund re-run settlement production without any impact on the project schedule.

For More Information Contact:

Please contact your Account Manager with any questions

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